

TOWNSHIP OF ROCHELLE PARK
County of Bergen, New Jersey

NJ Comprehensive Annual Financial Report
Year Ended December 31, 2011

TOWNSHIP OF ROCHELLE PARK
NJ Comprehensive Annual Financial Report
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TOWNSHIP OF ROCHELLE PARK

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Introductory Section

TOWNSHIP OF ROCHELLE PARK
Roster of Officials
Year Ended December 31, 2011

Name	Title	Term	
		From	To
<u>GENERAL ADMINISTRATION</u>			
Joseph Scarpa	Mayor and Committee Chair	01/01/09	12/31/11
Kenneth (Jay) Kovalcik	Deputy Mayor and Committee Vice-Chair	01/01/11	12/31/13
Frank Valenzuela	Committeeman	01/01/09	12/31/11
Jayne Ouellette	Committeeman	01/01/10	12/31/12
Robert Davidson	Committeeman	01/01/10	12/31/12
Virginia De Maria	Municipal Clerk		
	Administrator		
Liz Kroll	Deputy Municipal Clerk		
	Secretary to Board of Health	01/01/10	12/31/12
Roy Riggitano	Chief Financial Officer	01/01/10	12/31/12
	Treasurer		
	Tax Collector		
	Tax Search Officer		
Carol Piazza	Deputy Tax Collector		
	Assistant to Chief Financial Officer		
Katherine Baccala	Registrar of Vital Statistics	01/01/10	12/31/12
Marcel Allos	Deputy Registrar of Vital Statistics	01/01/10	12/31/12
Joseph Rotolo, Esq.	Township Attorney	01/01/11	12/31/11
Rogut McCarthy & Troy LLC	Bond Counsel	01/01/11	12/31/11
James Tighe	Tax Assessor	07/01/07	06/30/12
Kenneth G.B. Job	Township Engineer	01/01/11	12/31/11
Di Maria & Di Maria LLP	Township Auditor	01/01/11	12/31/11
Professional Insurance Associates, Inc.	Risk Management Consultants	01/01/11	12/31/11
Richard Zavinsky	Chief of Police		
Peter Donatello	Emergency Management Coordinator	01/01/11	12/31/13
Sal Antista	Deputy Emergency Management Coordinator	01/01/11	12/31/13
Roy McGeedy, Esq.	Municipal Court Judge	01/01/09	12/31/11
Lynda Lasini	Municipal Court Administrator	01/01/10	12/31/12
Maria Cappa-Foschini	Deputy Court Administrator	01/01/09	12/31/11
Brian Giblin, Esq.	Prosecutor	01/01/10	12/31/10
Joseph Di Maria, Esq.	Public Defender	01/01/10	12/31/10
Richard Bolan	Construction Code Official		Tenured
	Building Sub-Code Official		Tenured
	Electrical Sub-Code Official		Tenured
Michael O'Connell	Plumbing Sub-Code Official	07/01/09	06/30/13
Joseph Cariddi	Fire Sub-Code Official	02/16/11	12/31/14
Darryl DeMott	Fire Official	01/01/11	12/31/11
Dr. Bernard Saccaro	Board of Health Physician	01/01/09	12/31/11
James Schmunk	DPW Superintendent		
Roland Jacobsen	Recycling Coordinator		

TOWNSHIP OF ROCHELLE PARK
Roster of Officials
Year Ended December 31, 2011

Name	Title	Term	
		From	To
<u>PLANNING BOARD</u>			
Frank Valenzuela			
Joseph Scarpa	Member - Class I	01/01/11	12/31/11
James Schmunk	Member - Class II	01/01/11	12/31/11
Frank Valenzuela	Member - Class III	01/01/11	12/31/11
Edward Kaniewski	Member - Class IV - Chariman	01/01/09	12/31/12
Margaret Collins	Member - Class IV	01/01/09	12/31/12
David Kingma	Member - Class IV - Vice Chairman	01/01/08	12/31/11
Laura Ristovski	Member - Class IV	01/01/11	12/31/14
Marlene Dem Bleyker	Member - Class IV - Secretary	01/01/11	12/31/14
Christine Mueller	Member - Class IV	01/01/08	12/31/11
Michael Kazmir	Alternate	01/01/11	12/31/12
Gerald Sorrentino	Alternate	01/01/11	12/31/12
Anthony Gallina, Esq.	Attorney		
<u>COMMUNITY DEVELOPMENT COMMITTEE</u>			
Joseph Scarpa	Representative	07/01/11	06/30/12
Virginia De Maria	Alternate	07/01/11	06/30/12
<u>CONSTABLES</u>			
Robert Hager	Member	01/01/09	12/31/11
Salvator Viola	Member	01/01/09	12/31/11
Henry Borntrager	Member	01/01/10	12/31/12
<u>RECREATION COMMITTEE</u>			
Frank Ulloa	Chariman	01/01/09	12/31/12
Bert Sneyer	Member	01/01/11	12/31/13
Davia Valenzuela	Member	01/01/11	12/31/13
Monica Scully	Member	01/01/11	12/31/13
Regina Reczkowski	Member	01/01/09	12/31/12
Steve Every	Member	01/01/09	12/31/12
Cassandra Cassese-Behler	Member	01/01/09	12/31/11
Michael Degelman	Member	01/01/09	12/31/11
William Sanchez	Alternate	01/01/11	12/31/11
Edna Hobbs	Alternate	01/01/11	12/31/11
<u>ENVIRONMENTAL COMMISSION</u>			
Michael Kazimir	Chariman	01/01/11	12/31/13
Walter Johnson	Member	01/01/11	12/31/13
Betty Hogan	Member	01/01/11	12/31/13
Randolph Zeberl	Member	01/01/11	12/31/13
Cathy Mercandetti	Member	01/01/11	12/31/13

TOWNSHIP OF ROCHELLE PARK
NJ Comprehensive Annual Financial Report
Financial Section

245 Union Street
Lodi, New Jersey 07644
Voice 973.779.6890
Facsimile 973.779.6891

Independent Auditors' Report

Honorable Mayor and Members of the Township Committee
Township of Rochelle Park, County of Bergen, New Jersey

We have audited the accompanying statements of financial position - regulatory basis of the various funds of the Township of Rochelle Park, State of New Jersey, as of and for the years ended December 31, 2011 and 2010, and the related statements of operations and changes in fund balance - regulatory basis, and statement of revenue and expenditures - regulatory basis as listed in the table of contents. These financial statements are the responsibility of the Township's management. Our responsibility is to express an opinion on these financial statements based on our audit.

Except as discussed in the following paragraph, we conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States; and the audit requirements prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As discussed in Note 1, the Township of Rochelle Park prepares its financial statements in conformity with accounting principles prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, which differ from accounting principles generally accepted in the United States of America. The effect on the financial statements of the variances between the regulatory accounting practices and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

In our opinion, because of the Township of Rochelle Park's requirement to prepare its financial statements on the basis of accounting discussed in preceding paragraph, the financial statements referred to above do not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the various funds of the Township of Rochelle Park, State of New Jersey, as of December 31, 2011 and 2010 or the results of its operations and changes in fund balance for the years then ended.

Di Maria & Di Maria LLP

Independent Auditors' Report (Continued)

Furthermore, in our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the various funds of the Township of Rochelle Park, State of New Jersey at December 31, 2011 and 2010, and the results of its operations and the changes in fund balance of the individual funds for the years then ended, and the revenues and expenditures of the various funds for the years ended December 31, 2011 and 2010 in conformity with accounting principles and practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey as described in Note 1.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 30, 2012 on our consideration of the Township of Rochelle Park, State of New Jersey internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The accompanying schedules of expenditures of federal awards and/or state financial assistance are presented for the purpose of additional analysis as required by the U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations and State of New Jersey's Office of Management and Budget Circular 04-04, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid, and are not a required part of the financial statements. In addition, the supplementary financial statement presented for the various funds are presented for purposes of additional analysis as required by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion, is fairly stated in all material respects, in relation to the financial statements of each of the respective individual funds and account groups taken as a whole.

DI MARIA & DI MARIA LLP
Accountants and Consultants

Frank Di Maria

Frank Di Maria
Registered Municipal Accountant
RMA No. CR00463

June 30, 2012

TOWNSHIP OF ROCHELLE PARK
COMBINED STATEMENT OF ASSETS, LIABILITIES, RESERVES AND FUND BALANCE
ALL FUND TYPES AND ACCOUNT GROUPS
December 31, 2011
(With Comparative Totals for 2010)

	Current Fund	Federal and State Grant Fund	Trust Fund	General Capital Fund	Fixed Asset Account Group	Totals (Memorandum Only)
						2011 2010
ASSETS AND OTHER DEBITS						
Cash	\$ 2,989,292	\$ 38,824	\$ 1,037,801	\$ 2,074,150	\$ -	\$ 6,140,067 \$ 3,530,822
Deferred Compensation Assets	-	-	307,441	-	-	307,441 1,172,238
Interfunds Receivable	3,224	-	1,962	172,157	-	177,343 129,089
Intergovernmental Receivable	-	211,377	-	204,161	-	415,538 390,113
Accounts Receivable	341,906	120	-	-	-	342,026 428,480
Deferred Charges	722,973	-	-	10,823,000	-	11,545,973 10,469,000
Fixed Assets	-	-	-	-	8,972,350	8,972,350 8,655,920
Total Assets and Other Debits	\$ 4,057,395	\$ 250,321	\$ 1,347,204	\$ 13,273,468	\$ 8,972,350	\$ 27,900,738 \$ 24,775,662
LIABILITIES, RESERVES AND FUND BALANCE						
Accounts/Contracts Payable	\$ -	\$ -	\$ -	\$ 752,147	\$ -	\$ 752,147 \$ -
Interfunds Payable	174,119	-	1,548	1,676	-	177,343 129,089
Deferred Revenues	-	250,321	-	-	-	250,321 352,140
Other Liabilities and Reserves	1,649,983	-	1,345,656	-	-	2,995,639 3,394,478
Improvement Authorizations	-	-	-	1,589,596	-	1,589,596 1,341,324
Intergovernmental Payable	2,350	-	-	-	-	2,350 181,721
Serial Bonds Payable	-	-	-	2,795,000	-	2,795,000 3,429,000
Bond Anticipation Notes Payable	-	-	-	8,028,000	-	8,028,000 6,088,000
Reserve for Receivables and Other Assets	345,130	-	-	-	-	345,130 449,191
Reserve for Investment in Fixed Assets	-	-	-	-	8,972,350	8,972,350 8,655,920
Fund Balance	1,885,813	-	-	107,049	-	1,992,862 754,799
Total Liabilities, Reserves and Fund Balance	\$ 4,057,395	\$ 250,321	\$ 1,347,204	\$ 13,273,468	\$ 8,972,350	\$ 27,900,738 \$ 24,775,662

The accompanying Notes to Financial Statements are an integral part of this statement.

TOWNSHIP OF ROCHELLE PARK
COMBINED STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND BALANCE -
STATUTORY BASIS -- CURRENT FUND
Year Ended December 31, 2011
(With Comparative Totals for Year Ended December 31, 2010)

	2011	2010
<u>REVENUES AND OTHER CREDITS TO INCOME</u>		
Revenues:		
Fund Balance Anticipated	\$ 250,000	\$ 500,000
Miscellaneous Revenues	2,457,580	2,215,473
Receipts from Delinquent Taxes	414,695	274,447
Amount to be Raised by Taxation	8,680,288	8,272,465
Total Revenues	11,802,563	11,262,385
Other Credits to Income	12,905,277	11,949,748
Total Revenues and Other Credits to Income	\$ 24,707,840	\$ 23,212,133
<u>EXPENDITURES AND OTHER CHARGES TO INCOME</u>		
Expenditures:		
Within "CAPS":		
Operations:		
Salaries and Wages	\$ 4,365,285	\$ 4,490,986
Other Expenses	3,366,391	2,511,944
Deferred Charges and Statutory Expenditures	1,012,565	807,037
Excluded From "CAPS":		
Operations:		
Salaries and Wages	-	-
Other Expenses	1,270,311	1,694,486
Capital Improvements	67,157	30,000
Municipal Debt Service	1,193,176	1,007,756
Deferred Charges	44,000	44,000
Local School Purposes	103,167	95,399
Reserve for Uncollected Taxes	660,000	660,000
Total Expenditures	12,082,052	11,341,608
Other Charges to Income	11,819,883	11,593,993
Total Expenditures and Charges to Income	\$ 23,901,935	\$ 22,935,601
Statutory Excess to Fund Balance	805,905	276,532
Expenditures Included Above Which Are by Statute		
Deferred Charges to Budget of Succeeding Year	682,157	-
Fund Balance, January 1	647,751	871,219
	2,135,813	1,147,751
Decreased by:		
Utilization as Anticipated Revenue	250,000	500,000
Fund Balance, December 31	\$ 1,885,813	\$ 647,751

TOWNSHIP OF ROCHELLE PARK
COMBINED STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND BALANCE -
STATUTORY BASIS - BUDGET AND ACTUAL -- CURRENT FUND
Year Ended December 31, 2011

	Budget as Modified	Actual	Variance
<u>REVENUES AND OTHER CREDITS TO INCOME</u>			
Revenues:			
Fund Balance Anticipated	\$ 250,000	\$ 250,000	\$ -
Miscellaneous Revenues	2,488,496	2,457,580	(30,916)
Receipts from Delinquent Taxes	275,000	414,695	139,695
Amount to be Raised by Taxation	8,386,399	8,680,288	293,889
Total Revenues	11,399,895	11,802,563	402,668
Other Credits to Income	11,813,241	12,905,277	1,092,036
Total Revenues and Other Credits to Income	<u>\$ 23,213,136</u>	<u>\$ 24,707,840</u>	<u>\$ 1,494,704</u>
<u>EXPENDITURES AND OTHER CHARGES TO INCOME</u>			
Expenditures:			
Within "CAPS":			
Operations:			
Salaries and Wages	\$ 4,365,285	\$ 4,365,285	\$ -
Other Expenses	3,366,391	3,366,391	-
Deferred Charges and Statutory Expenditures	1,012,565	1,012,565	-
Excluded From "CAPS":			
Operations:			
Salaries and Wages	-	-	-
Other Expenses	1,270,311	1,270,311	-
Capital Improvements	67,157	67,157	-
Municipal Debt Service	1,193,176	1,193,176	-
Deferred Charges	44,000	44,000	-
Local School Purposes	103,167	103,167	-
Reserve for Uncollected Taxes	660,000	660,000	-
Total Expenditures	12,082,052	12,082,052	-
Other Charges to Income	11,813,241	11,819,883	6,642
Total Expenditures and Charges to Income	<u>\$ 23,895,293</u>	<u>\$ 23,901,935</u>	<u>\$ 6,642</u>
Statutory Excess to Current Fund Balance		805,905	
Expenditures Included Above Which Are by Statute			
Deferred Charges to Budget of Succeeding Year		682,157	
Fund Balance, January 1		647,751	
		\$ 2,135,813	
Decreased by:			
Utilization as Anticipated Revenue		250,000	
Fund Balance, December 31		<u>\$ 1,885,813</u>	

**TOWNSHIP OF ROCHELLE PARK
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2011**

Note 1 - Reporting Entity, Organization and Function

A. Introduction

The Township of Rochelle Park (the "Township") operates under an elected Township Committee form of government in the State of New Jersey and is located within the County of Bergen, located approximately 10 miles west of the City of New York. The Township's population according to the 2010 census is 5,530.

The Township was incorporated in 1871 and operates under a five member Board of Commission form of government. The mayor is selected by the Board. The Township operates on a calendar fiscal year, January 1 to December 31.

The municipal budget includes the following generally stated municipal services:

- General Government Functions
- Land Use Administration Functions
- Public Safety Functions
- Health and Human Service Functions
- Park and Recreation Functions
- Educational Functions
- Code Enforcement Functions
- Municipal Court Functions
- Capital Improvements
- Debt Service

B. Basis of Accounting

A modified accrual basis of accounting is followed with minor exceptions. Accounting principles prescribed for New Jersey municipalities by the Department of Community Affairs, Division of Local Government Services differ in certain respects from generally accepted accounting principles applicable to local government units.

C. Component Units

The financial statements of the component units of the municipality are not presented in accordance with Governmental Accounting Standards Board Statement No. 14. If the provisions of GASBS No. 14 had been complied with, the financial statements of the following component units would have been either blended or discretely presented with the financial statements of the municipality:

- Volunteer Fire Department
- Volunteer Ambulance Corp.
- Free Public Library

TOWNSHIP OF ROCHELLE PARK
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2011

Note 2 - Summary of Significant Accounting Policies

The financial statements contain all applicable funds and account groups in accordance with the "Requirements of Audit" and the "N.J. Comprehensive Annual Financial Report" as promulgated by the State of New Jersey, Department of Community Affairs, Division of Local Government Services. Such principles and practices are designed primarily for determining compliance with legal provisions and budgetary restrictions and as a means of reporting on the stewardship of public officials with respect to public funds. Under this method of accounting, the municipality accounts for its financial transactions through the following separate funds which differs from the funds required by generally accepted accounting principles (GAAP).

A. Funds and Account Groups

The accounts are organized into the following funds and account groups:

Current Fund - The Current Fund accounts for resources and expenditures for governmental operations of a general nature.

Federal and State Grant Fund - The Federal and State Grant Fund accounts for the budgeted and unbudgeted revenue/receipt, expenditure/disbursement of federal and state grants which qualify for accounting treatment more closely related to GAAP.

Trust Fund - The various Trust Funds account for receipts, custodianship and disbursement of funds in accordance with the purpose for which each reserve was created.

General Capital Fund - The General Capital fund accounts for receipt and disbursement of funds for the acquisition of general capital facilities, other than those acquired in the Current Fund. It is also the only fund, other than the Current Fund, that possesses the statutory authority to issue debt.

General Fixed Asset Account Group - The General Fixed Asset Account Group accounts for Township owned real and personal property in accordance with Technical Accounting Directive #85-2.

**TOWNSHIP OF ROCHELLE PARK
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2011**

Note 2 - Summary of Significant Accounting Policies (Continued)

B. Budgets and Budgetary Accounting

The municipality must adopt an annual budget in accordance with N.J.S.A. 40A:4 et al. N.J.S.A. 40A:4-5 requires the governing body to introduce and approve the annual municipal budget no later than February 10 of each year. At introduction, the governing body shall fix the time and place for a public hearing on the budget and must advertise the time and place at least ten (10) days prior to the hearing in a newspaper published and circulated in the municipality. The public hearing must not be held less than twenty-eight (28) days after the date the budget was introduced. After the hearing has been held, the governing body may, by majority vote, adopt the budget or may amend the budget in accordance with N.J.S.A. 40A:4-9. An extension of the statutory dates for introduction, approval and adoption of the municipal budget may be granted by the Director of the Division of Local Government Services, with the permission of Local Finance Board. Budgets are adopted on the same basis of accounting utilized for the preparation of the municipality's financial statements.

C. Cash and Investments

New Jersey municipal units are required by N.J.S.A. 40A:5-14 to deposit public funds in a bank or trust company having its place of business in the State of New Jersey and organized under the laws of the United States or of the State of New Jersey or New Jersey Cash Management Fund. N.J.S.A. 40A:5-15.1 provides a list of securities which may be purchased by New Jersey municipal units.

The cash management plan adopted by the municipality requires that funds be deposited in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act ("GUDPA"). GUDPA was enacted in 1970 to protect governmental units from a loss of funds on deposit with a failed banking institution in New Jersey.

N.J.S.A. 17:9-42 requires government units to deposit public funds only in public depositories located in New Jersey, where the funds are secured in accordance with the Act. Public funds are defined as the funds of any government unit. Public depositories include banks (both state and national banks), savings and loan institutions and savings banks, the deposits of which are federally insured. All public depositories pledge collateral, having a market value of five percent of the average daily balance of collected public funds, to secure the deposits of governmental units. If a public depository fails, the collateral it has pledged, plus the collateral of all other public depositories in the collateral pool, is available to pay the full amount of their deposits to the governmental units. All certificates of deposit are recorded as cash regardless of date of maturity.

TOWNSHIP OF ROCHELLE PARK
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2011

Note 2 - Summary of Significant Accounting Policies (Continued)

D. Interfunds

Interfund receivables and payables that arise from transactions between funds are recorded by all funds affected by such transactions in the period in which the transaction is executed. Interfund receivables in the Current Fund are recorded with offsetting reserves which are created by charges to operations. Income is recognized in the year the receivables are liquidated. Interfund receivables in the other funds are not offset by reserves. GAAP does not require the establishment of an offsetting reserve.

E. Inventories of Supplies

The costs of inventories of supplies for all funds are recorded as expenditures at the time individual items are purchased. The costs of inventories are not included on the various balance sheets.

F. General Fixed Assets

Property and equipment purchased by the Current and the General Capital Funds are recorded as expenditures at the time of purchase and are not capitalized. Accounting for Governmental Fixed Assets, as promulgated by Technical Accounting Directive No. 2 as issued by the Division of Local Government Services, differs in certain respects from generally accepted accounting principles. The following is a brief description of the provisions of the Directive. Fixed assets used in governmental operations (general fixed assets) are accounted for in the General Fixed Assets Account Group. Public domain ("infrastructure") general fixed assets consisting of certain improvements other than buildings, such as roads, bridges, curbs and gutters, streets and sidewalks and drainage systems are not capitalized. No depreciation on general fixed assets is recorded in the financial statements. Expenditures for construction in progress are recorded in the Capital Funds until such time as the construction is completed and put into operation. Fixed assets acquired through grants-in-aid or contributed capital have not been accounted for separately.

TOWNSHIP OF ROCHELLE PARK
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2011

Note 2 - Summary of Significant Accounting Policies (Continued)

G. Foreclosed Property

Foreclosed property is recorded in the Current Fund at the assessed value when such property was acquired and is fully reserved. Ordinarily it is the intention of the municipality to resell foreclosed property in order to recover all or a portion of the delinquent taxes or assessments and to return the property to a taxpaying basis. For this reason the value of foreclosed property has not been included in the General Fixed Asset Account Group. If such property is converted to a municipal use, it will be capitalized in the General Fixed Asset Account Group. GAAP requires property to be recorded in the General Fixed Asset Account Group at the market value at the time of acquisition.

H. Deferred Charges

The recognition of certain expenditures is deferred to future periods. These expenditures, or deferred charges, are generally overexpenditures of legally adopted budget appropriations or emergency appropriations made in accordance with N.J.S.A. 40A:4-46 et al. Deferred charges are subsequently raised as items of appropriation in budgets of succeeding years.

I. Appropriation Reserves

Appropriation reserves covering unexpended appropriation balances are automatically created at year end and recorded as liabilities, except for amounts which may be canceled by the governing body. Appropriation reserves are available, until lapsed at the close of the succeeding year, to meet specific claims, commitments or contracts incurred during the preceding fiscal year. Lapsed appropriation reserves are recorded as income. Appropriation Reserves are not established under GAAP.

J. Liens Sold for Other Governmental Units

Liens sold on behalf of other governmental units are not recorded on the records of the tax collector until such liens are collected. Upon their collection, such liens are recorded as a liability due to the governmental unit net of the costs of the initial sale. The related costs of sale are recognized as revenue when received.

K. Fund Balance

Fund Balances included in the current fund represent amounts available for anticipation as revenue in future years budgets, with certain restrictions.

TOWNSHIP OF ROCHELLE PARK
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2011

Note 2 - Summary of Significant Accounting Policies (Continued)

L. Revenues

Revenues are recorded when received in cash except for certain amounts which are due from other governmental units. Revenue from Federal and State grants are realized as and when anticipated as such in the Township's budget. Other amounts that are due the Township which are susceptible to accrual are also recorded as receivables with offsetting reserves and recorded as revenue when received. GAAP generally requires that grant revenues be recognized when the actual expenditures financed by the grant are made.

M. Property Tax Revenues

Property tax revenues are collected in quarterly installments due February 1, May 1, August 1, and November 1. Property taxes unpaid on April 1 of the year following their final due date are subject to tax sale in accordance with the statutes. The amount of taxes levied includes not only the amount required in support of the Township's annual budget, but also the amounts required in support of the budgets of the entities that follow. Receivables for property taxes are recorded with offsetting reserves on the balance sheet of the Township's Current Fund; accordingly, such amounts are not recorded as revenue until collected. GAAP requires such revenue to be recognized when available and measurable reduced by an allowance for doubtful accounts.

N. School Taxes

The municipality is responsible for levying, collecting and remitting school taxes for the Local School District. Operations are charged for the full amount required to be raised from taxation to operate the local school district for the period from July 1 to June 30. GAAP would require the recording of a deferred revenue.

O. County Taxes

The municipality is responsible for levying, collecting and remitting county taxes for the County. Operations are charged for the amount due the County for the year, based upon the ratables required to be certified to the County Board of Taxation by January 10 of the current year. In addition, operations are charged for the County share of Added and Omitted Taxes certified to the County Board of Taxation by October 10 of the current year and due to be paid to the County by February 15 of the following year.

TOWNSHIP OF ROCHELLE PARK
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2011

Note 2 - Summary of Significant Accounting Policies (Continued)

P. Reserve for Uncollected Taxes

The inclusion of the "Reserve for Uncollected Taxes" appropriation in the municipality's annual budget protects from taxes not paid currently. The reserve, the minimum amount of which is determined on the percentage of collections experienced in the immediate preceding year, is required to provide assurance that cash collected in the current year will provide sufficient cash flow to meet expected obligations. A Reserve for Uncollected Taxes is not established under GAAP.

Q. Expenditures

Expenditures are recorded on the "budgetary" basis of accounting. Generally, expenditures are recorded when an amount is encumbered for goods or services through the issuance of a purchase order in conjunction with the encumbrance accounting system. Outstanding encumbrances at December 31, are recorded as a cash liability. Appropriations for principal payments on outstanding general capital bonds and notes are provided on the cash basis; interest on general capital indebtedness is on the cash basis. GAAP requires expenditures to be recognized in the accounting period in which the fund liability is incurred, if measurable, except for unmatured interest on long term debt which is recognized when due.

R. Compensated Absences and Postemployment Benefits

Compensated absences for vacation, sick leave and other compensated absences are recorded and provided for in the annual budget in the year in which they are paid, on a pay-as-you-go basis. Likewise, no accrual is made for postemployment benefits, if any, which are also funded on a pay-as-you-go basis. GAAP requires that the amount that would normally be liquidated with expendable financial resources be recorded as an expenditure in the operating funds and the remaining obligations be recorded as long term obligations.

S. Total Columns on Combined Statements

Total columns are captioned "memorandum only" to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations, or changes in financial position in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

**TOWNSHIP OF ROCHELLE PARK
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2011**

Note 2 - Summary of Significant Accounting Policies (Continued)

T. Use of Estimates

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Accordingly, actual results could differ from those estimates.

TOWNSHIP OF ROCHELLE PARK
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2011

Note 3 - Cash and Cash Equivalents

Change funds, petty cash, cash in banks, certificates of deposit and funds on deposit with the New Jersey Cash Management Fund are considered cash and cash equivalents.

A. Deposits

New Jersey Statutes permit the deposit of public funds in institutions located in New Jersey which are insured by the Federal Deposit Insurance Corporation (FDIC), or by any other agencies of the United States that insures deposits, or the New Jersey Cash Management Fund.

All bank deposits as of the balance sheet date are entirely insured or collateralized by a collateral pool maintained by public depositories as required by the Governmental Unit Deposit Protection Act. In general, bank deposits are classified as to credit risk by the three categories described below:

Category 1 - Insured or collateralized with securities held by the municipality or by its agent in the municipality's name.

Category 2 - Collateralized with securities held by the pledging public depository's trust department or agent in the municipality's name.

Category 3 - Uncollateralized, including any deposits that is collateralized with securities held by the pledging public depository, or by its trust department or agent but not in the municipality's name.

At December 31, the municipality's deposits categorized by level of risk are summarized as follows:

Year	Book		Category		
	Balance		1	2	3
2011	\$ 6,140,067	\$	6,231,216	\$ -	\$ -
2010	\$ 3,530,822	\$	3,619,929	\$ -	\$ -
2009	\$ 2,796,078	\$	2,888,969	\$ -	\$ -
2008	\$ 4,284,630	\$	4,614,576	\$ -	\$ -
2007	\$ 5,140,522	\$	5,254,280	\$ -	\$ -
2006	\$ 5,537,238	\$	5,603,474	\$ -	\$ -
2005	\$ 5,579,688	\$	5,653,467	\$ -	\$ -
2004	\$ 5,225,362	\$	4,634,968	\$ -	\$ -
2003	\$ 5,071,486	\$	3,408,390	\$ -	\$ -
2002	\$ 5,118,055	\$	1,104,258	\$ -	\$ -
2001	\$ 8,919,809	\$	8,831,488	\$ -	\$ -

B. New Jersey Cash Management Fund

The State of New Jersey Cash Management Fund is managed by the State of New Jersey, Division of Investment under the Department of Treasury. It consists of U.S. Treasury obligations, government agency obligations, certificates of deposit and commercial paper. At December 31, 2011 the municipality did not have any cash deposited with the New Jersey Cash Management Fund.

TOWNSHIP OF ROCHELLE PARK
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2011

Note 4 - Investments

New Jersey Statutes permit the municipality to purchase the following types of securities for investment:

- a. Bonds or other obligations of the United States or obligations guaranteed by the United States of America.
- b. Government Money Market Mutual Funds.
- c. Any obligation that a federal agency or federal instrumentality has issued, which security has a maturity date not greater than 397 days from the date of purchase, provided that such obligation bears a fixed rate of interest.
- d. Bonds or other obligations of municipalities or bonds or other obligations of school districts.
- e. Bonds or other obligations, having a maturity date of not more than 397 days from the date of purchase that are approved by the New Jersey Department of Treasury, Division of Investments.
- f. Local government investment pools.
- g. Agreement for the repurchase of fully collateralized securities, if transacted in accordance with N.J.S.A. 40A:5-15.1(8a-8e).

No investments were held as of December 31, 2011.

TOWNSHIP OF ROCHELLE PARK
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2011

Note 5 - Receivables

New Jersey municipal accounting procedures require accrued receivables to be off-set with a reserve originating with a charge to operations. Exceptions to this requirement include those grants used to fund capital projects reflected in the General Capital Fund, amounts due from the State of New Jersey for Veterans and Senior Citizens Deductions and public and private programs qualifying for grant accounting treatment in the Federal and State Grant Fund.

**TOWNSHIP OF ROCHELLE PARK
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2011**

Note 6 - Commitments

The municipality is entered into a number of operating leases which vary on cancellation provisions and other terms. Annual requirements are provided for in appropriate department budget appropriations. Complete lease information is on file and available with the municipality.

TOWNSHIP OF ROCHELLE PARK
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2011

Note 7 - Fixed Assets

The following is a summary of general fixed asset additions, deletions and adjustments:

2011

	Beginning Balance	Additions	Deletions	Adjustments	Ending Balance
Land	\$ 1,997,800	\$ -	\$ -	\$ -	\$ 1,997,800
Buildings and Improvements	3,950,200	-	-	1,800	3,952,000
Equipment	538,020	-	-	380,530	918,550
Vehicles	2,169,900	-	-	(65,900)	2,104,000
	<u>\$ 8,655,920</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 316,430</u>	<u>\$ 8,972,350</u>

2010

	Beginning Balance	Additions	Deletions	Adjustments	Ending Balance
Land	\$ 1,997,800	\$ -	\$ -	\$ -	\$ 1,997,800
Buildings and Improvements	3,950,200	-	-	-	3,950,200
Equipment	538,020	-	-	-	538,020
Vehicles	2,169,900	-	-	-	2,169,900
	<u>\$ 8,655,920</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,655,920</u>

TOWNSHIP OF ROCHELLE PARK
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2011

Note 8 - Municipal Debt

A. Types of Municipal Debt

Capital Debt

The "Local Bond Law" of New Jersey Statutes governs the issuance of bonds and notes to finance capital expenditures, and are permitted only from the General Capital Fund. Bonds and Notes are backed by the full faith and credit of the municipality. Capital projects under financed under the Local Bond Law must have a minimum useful life of five years.

Bond Anticipated Notes - Bond Anticipation Note ("BANs") are issued to temporarily finance projects prior to the issuance of permanent bonds. Generally, the term of BANs can not exceed one year, but may be renewed from time to time for periods not exceeding one year, and ultimately paid or permanently financed no later than the first day of the fifth month following the close of the tenth fiscal year following the original issue date of the BAN. New Jersey Statutes require that on or before the third anniversary date of the original BAN issue date, an amount at least equal to the first legally payable installment must be paid towards the BAN upon each renewal until permanently funded or retired.

Bonds - Bonds issued are retired in serial installments within statutory periods of usefulness. New Jersey Statutes limit installment increments unless approval for a non-conforming maturity schedule is approved by the Local Finance Board.

TOWNSHIP OF ROCHELLE PARK
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2011

Note 8 - Municipal Debt (Continued)

B. Comparative Summary of Debt and Remaining Borrowing Power

The following comparative information summarizes the statutory debt calculations of the municipality as reported on the municipality's Annual Debt Statement.

	2011	2010	2009	2008
Issued:				
General Bonds and Notes	12,168,000	11,072,000	11,336,000	10,348,600
	\$ 12,168,000	\$ 11,072,000	\$ 11,336,000	\$ 10,348,600
Authorized but not Issued:				
General Bonds and Notes	\$ -	\$ 785,000	\$ 620,000	\$ 2,094,000
Gross Debt	\$ 12,168,000	\$ 11,857,000	\$ 11,956,000	\$ 12,442,600
Deductions	\$ 1,345,000	\$ 1,555,000	\$ 1,760,000	\$ 1,955,000
Net Debt	\$ 10,823,000	\$ 10,302,000	\$ 10,196,000	\$ 10,487,600
Equalized Valuation Basis	\$ 1,016,783,853	\$ 1,137,186,942	\$ 1,162,651,923	\$ 1,142,100,365
Statutory Net Debt Percentage	1.06%	0.91%	0.88%	0.92%
3-1/2% of Equalized Valuation Basis	\$ 35,587,435	\$ 39,801,543	\$ 40,692,817	\$ 39,973,513
Remaining Borrowing Power	\$ 24,764,435	\$ 29,499,543	\$ 30,496,817	\$ 29,485,913

TOWNSHIP OF ROCHELLE PARK
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2011

Note 8 - Municipal Debt (Continued)

C. Long-Term Bonded Debt Service Requirements to Maturity

The annual debt service requirement for long-term obligations requirements to maturity, including principal and interest as of December 31, 2011 are as follows:

Calendar Year	7/15/01 General Improvement Bonds		Total	
	Principal	Interest	Principal	Interest
2012	395,000	128,275	395,000	128,275
2013	400,000	110,500	400,000	110,500
2014	400,000	92,100	400,000	92,100
2015	400,000	73,700	400,000	73,700
2016	400,000	55,300	400,000	55,300
2017	400,000	36,900	400,000	36,900
2018	400,000	18,500	400,000	18,500
	<u>\$ 2,795,000</u>	<u>\$ 515,275</u>	<u>\$ 2,795,000</u>	<u>\$ 515,275</u>

TOWNSHIP OF ROCHELLE PARK
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2011

Note 8 - Municipal Debt (Continued)

D. Summary of Changes in Municipal Debt

During the fiscal year ended December 31, 2011, the following changes occurred in liabilities reported as general long-term debt:

	Beginning Balance	Issued	Retired	Ending Balance
Short-Term Debt:				
Tax Anticipation Notes	\$ -	\$ -	\$ -	\$ -
Emergency Notes	-	-	-	-
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Long-Term Debt:				
Serial Bonds	\$ 3,429,000	\$ -	\$ (634,000)	\$ 2,795,000
Loan Payable	-	-	-	-
Bond Anticipation Notes	6,088,000	8,028,000	(6,088,000)	8,028,000
Authorized but not Issued	785,000	-	(785,000)	-
	<u>\$ 10,302,000</u>	<u>\$ 8,028,000</u>	<u>\$ (7,507,000)</u>	<u>\$ 10,823,000</u>
	<u>\$ 10,302,000</u>	<u>\$ 8,028,000</u>	<u>\$ (7,507,000)</u>	<u>\$ 10,823,000</u>

	Ending Balance	Amounts Due within One Year	Long-term Portion
Short-Term Debt:			
Tax Anticipation Notes	\$ -		\$ -
Emergency Notes	-		-
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Long-Term Debt:			
Serial Bonds	\$ 2,795,000	\$ 395,000	\$ 2,400,000
Loan Payable	-	-	-
Bond Anticipation Notes	8,028,000	8,028,000	-
Authorized but not Issued	-	-	-
	<u>\$ 10,823,000</u>	<u>\$ 8,423,000</u>	<u>\$ 2,400,000</u>
	<u>\$ 10,823,000</u>	<u>\$ 8,423,000</u>	<u>\$ 2,400,000</u>

TOWNSHIP OF ROCHELLE PARK
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2011

Note 9 - Risk Management

The Township is exposed to various risks of loss related to general liability, automobile coverage, damage and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Township has obtained insurance coverage to guard against these events which will provide minimum exposure to the Township should they occur. The Township is a member of the South Bergen Municipal Joint Insurance Fund (SBJIF) and Municipal Excess Liability Joint Insurance Fund (MEL). The joint insurance funds are both an insured and self-administered group of municipalities established for the purpose of insuring against property damage, general liability, motor vehicles and equipment and worker's compensation. The SBJIF and MEL coverage amounts are on file with the Township. The relationship between the Township and respective insurance funds is governed by a contract and by-laws that have been adopted by resolution of each unit's governing body. The Township is contractually obligated to make all annual and supplementary contributions to insurance, to report claims on a timely basis, cooperate with the management of the Fund, its claims investigation and settlement, and to follow risk management procedures as outlined by the insurance pools. Members have a contractual obligation to fund any deficit of the insurance fund attributable to a membership year during which they were a member. The funds provide its members with risk management services, including the defense of and settlement of claims, and established reasonable and necessary loss reduction and preventive procedures to be followed by the members. There has been no significant reduction in insurance coverage from the previous year nor have there been any settlements in excess of insurance coverage in any of the prior three years. Contributions to the Funds, including a reserve for contingencies, are payable in four installments and are based on actuarial assumptions determined by the Fund's actuary. The Commissioner of Insurance may order additional assessments to supplement the Fund's claim, loss retention or administrative accounts to assure the payment of the Fund's obligations.

The Township has elected to fund its New Jersey Unemployment Compensation Insurance under the "Benefit Reimbursement Method". Under this plan the State of New Jersey provides the administration of payments to former employees of the Township. The Township is billed quarterly for benefits paid to former employees.

TOWNSHIP OF ROCHELLE PARK
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2011

Note 10 - Interfunds

As of December 31, interfund balances on the Township's various balance sheets were as follows:

	Interfunds Receivable	Interfunds Payable
<u>2011</u>		
Current Fund	\$ 3,224	\$ 174,119
Trust Fund	1,962	1,548
General Capital Fund	172,157	1,676
	<u>\$ 177,343</u>	<u>\$ 177,343</u>
<u>2010</u>		
Current Fund	\$ 20,711	\$ 108,378
Trust Fund	-	20,711
General Capital Fund	108,378	-
	<u>\$ 129,089</u>	<u>\$ 129,089</u>

TOWNSHIP OF ROCHELLE PARK
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2011

Note 11 - Deferred Charges to be Raised in Succeeding Budgets

Certain expenditures are required to be deferred to budgets of succeeding years. At December 31, the following deferred charges are shown on the balance sheet of the Current Fund:

	Balance December 31,	Appropriated in Subsequent Year's Budget	Balance to Succeeding
<u>2011</u>			
Current Fund:			
Overexpenditures	\$ -	\$ -	\$ -
Expenditures Without Appropriations	-	-	-
Deficit in Operations	-	-	-
Emergency Authorizations	44,973	44,973	-
Special Emergency Authorizations (40A:4-53) - Master Plan	18,000	9,000	9,000
Special Emergency Authorizations (40A:4-53) - Revaluation	105,000	35,000	70,000
Special Emergency Authorizations (40A:4-53) - Hurricane Irene	555,000	111,000	444,000
	<u>\$ 722,973</u>	<u>\$ 199,973</u>	<u>\$ 523,000</u>

2010

Current Fund:			
Overexpenditures	\$ -	\$ -	\$ -
Expenditures Without Appropriations	-	-	-
Deficit in Operations	-	-	-
Emergency Authorizations (40A:4-55)	-	-	-
Special Emergency Authorizations (40A:4-53) - Master Plan	27,000	9,000	18,000
Special Emergency Authorizations (40A:4-53) - Revaluation	140,000	35,000	105,000
	<u>\$ 167,000</u>	<u>\$ 44,000</u>	<u>\$ 123,000</u>

TOWNSHIP OF ROCHELLE PARK
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2011

Note 12 - Retirement Plans

Those employees who are eligible for pension coverage are enrolled in either the Public Employees Retirement System of New Jersey (PERS) or the Police and Firemen's Retirement System of New Jersey (PFRS) and the Defined Contribution Retirement Program (DCRP). The systems are cost-sharing multiple-employer contributory defined benefit pension plans, and are component units of the State of New Jersey. Each retirement system has a Board of Trustees which is responsible for its organization and administration.

A. Public Employees' Retirement System (PERS)

Description of the System - The State of New Jersey Public Employees' Retirement System (the System; PERS) is a cost-sharing multiple-employer contributory defined benefit plan which was established as of January 1, 1955, under the provisions of N.J.S.A. 43:15A. The System is included along with other state-administered pension trust and agency funds in the basic financial statements of the State of New Jersey.

At June 30, 2010 and 2009, the dates of the most recent actuarial valuations, participating employers consisted of the following:

	2010	2009
State of New Jersey	1	1
County Agencies	65	65
Municipalities	580	584
School Districts	581	566
Other Public Agencies	483	484
Total	<u>1,710</u>	<u>1,700</u>

The System's designated purpose is to provide retirement, death, disability and medical benefits to certain qualified members. Membership in the System is mandatory for substantially all full-time employees of the State of New Jersey or any county, municipality, school district or public agency, provided the employee is not required to be a member of another state-administered retirement system or other state pension fund or local jurisdiction's pension fund. The System's Board of Trustees is primarily responsible for the administration of the System.

According to the State of New Jersey Administrative Code, all obligations of the System will be assumed by the State of New Jersey should the System terminate.

TOWNSHIP OF ROCHELLE PARK
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2011

Note 12 - Retirement Plans (Continued)

A. Public Employees' Retirement System (PERS) (Continued)

Vesting and Benefit Provisions - The vesting and benefit provisions are set by N.J.S.A. 43:15A and 43:3B. The System provides retirement, death and disability benefits. All benefits vest after eight to ten years of service, except for medical benefits, which vest after 25 years of service or under the disability provisions of the System.

For Tier 1 members, retirement benefits for age and service are available at age 60 and are generally determined to be 1/55 of final average salary for each year of service credit (as defined). Final average salary equals the average salary for the final three years of service prior to retirement (or highest three years' compensation if other than the final three years). Members may seek early retirement after achieving 25 years service credit, as defined, or they may elect deferred retirement after achieving eight to ten years of service credit, in which case benefits would begin the first day of the month after the member attains normal retirement age.

Members are always fully vested for their own contributions and, after three years of service credit, become vested for earnings on their contributions at 2% per annum. In the case of death before retirement, members' beneficiaries are entitled to full interest credited to the members' accounts.

Eligible retirees receiving monthly benefits are entitled to cost-of-living adjustment (COLA) increases equal to 60% of the change in the average consumer price index for the calendar year in which the pensioner retired, as compared to the average consumer price index for a 12-month period ending with each August 31st immediately preceding the year in which the adjustment becomes payable. The regular retirement allowance is multiplied by the 60% factor as developed and results in a dollar amount of the adjustment payable. Retired members become eligible for pension adjustment benefits after 24 months of retirement. The COLA increases are funded by the retirement system and are included in the annual actuarial calculations of the required state-related employer contributions. Pursuant to the provisions of Chapter 78, P.L. 2011, COLA increases are suspended for all current and future retirees of all retirement systems. No further COLA increases will be granted. The law does not reduce any COLA increases that have already been added to retiree benefits.

Significant Legislation - Chapter 103, P.L. 2007 amended the early retirement reduction formula for members hired on or after July 1, 2007 and prior to November 2, 2008 (Tier 2 members) and retiring with 25 years of service to be reduced by 1% for every year between age 55 and 60, plus 3% for every year under age 55. Also, this law provided that the amount of compensation for Tier 2 members used for employer and member contributions and benefits under the PERS cannot exceed the annual maximum wage contribution base for Social Security, pursuant to the Federal Insurance Contributions Act.

Chapter 89, P.L. 2008 increased the PERS eligibility age for unreduced benefits from age 60 to age 62 for members hired on or after November 1, 2008 and on or before May 21, 2010 (Tier 3 members). It also increased the minimum annual compensation required for membership eligibility for new Tier 3 members from \$1,500 to \$7,500 in addition to amending the early retirement reduction formula for Tier 3 members retiring with 25 years of service to 1% for every year between age 55 and 62, plus 3% for every year under age 55.

Chapter 1, P.L. 2010, effective May 21, 2010, changed the membership eligibility criteria for new members of PERS hired after May 21, 2010 (Tier 4 and 5 members) from the amount of annual compensation to the number of hours worked weekly. Also, it returned the benefit multiplier for these members of PERS to 1/60 from 1/55, and it provided that the retirement allowance for these members be calculated using the average annual compensation for the last five years of service instead of the last three years of service. Tier 4 and 5 members of PERS will no longer receive pension service credit from more than one employer. Pension service credit will be earned for the highest paid position only. This law also closed the Prosecutors Part of the PERS to new members.

Chapter 3, P.L. 2010, effective May 21, 2010, replaced the accidental and ordinary disability retirement for Tier 4 and 5 members of the PERS with disability insurance coverage similar to that provided by the State to individuals enrolled in the State's Defined Contribution Retirement Program.

Chapter 78, P.L. 2011, provides that new members of PERS hired on or after June 28, 2011 (Tier 5 members) will need 30 years of creditable service and age 65 for receipt of the early retirement benefit without a reduction of 1/4 of 1% for each month that the member is under age 65. Tier 5 members will be eligible for a service retirement benefit at age 65.

TOWNSHIP OF ROCHELLE PARK
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2011

Note 12 - Retirement Plans (Continued)

A. Public Employees' Retirement System (PERS) (Continued)

Membership in the system consisted of the following at June 30, 2010 and 2009, the dates of the most recent actuarial valuations:

	2010	2009
Retirees and beneficiaries currently receiving benefits and terminated employees entitled to benefits but not yet receiving them	141,973	138,619
Active Members:		
Vested	149,506	144,698
Non-Vested	159,593	172,151
Total Active Members	309,099	316,849
Total	451,072	455,468

B. Police and Firemen's Retirement System (PFRS)

Description of the System

State of New Jersey Police and Firemen's Retirement System (the System; PFRS) is a cost-sharing multiple-employer contributory defined benefit plan which was established as of July 1, 1944, under the provisions of N.J.S.A. 43:16A. The System is included along with other state-administered pension trust and agency funds in the basic financial statements of the State of New Jersey.

At June 30, 2010 and 2009, the dates of the most recent actuarial valuations, participating employers consisted of the following:

	2010	2009
State of New Jersey	1	1
Municipalities	588	588
Total	589	589

The System's designated purpose is to provide retirement, death and disability benefits to its members. Membership in the System is mandatory for substantially all full-time county and municipal police or firemen, and state firemen or officer employees with police powers appointed after June 30, 1944. The System's Board of Trustees is primarily responsible for its administration.

According to State of New Jersey Administrative Code, all obligations of the System will be assumed by the State of New Jersey should the System terminate.

TOWNSHIP OF ROCHELLE PARK
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2011

Note 12 - Retirement Plans (Continued)

B. Police and Firemen's Retirement System (PFRS) (Continued)

Vesting and Benefit Provisions

The vesting and benefit provisions are set by N.J.S.A. 43:16A and 43:3B. The System provides retirement as well as death and disability benefits. All benefits vest after ten years of service except disability benefits which vest after four years of service. Retirement benefits for age and service are available at age 55 and are generally determined to be 2% of final compensation for each year of creditable service, as defined, up to 30 years plus 1% for each year of service in excess of 30 years. Final compensation equals the compensation for the final year of service prior to retirement. Members may seek special retirement after achieving 25 years of creditable service or they may elect deferred retirement after achieving ten years of service, in which case benefits would begin at age 55 equal to 2% of final compensation for each year of service. The annual benefit under special retirement is 65% of the member's final compensation plus 1% for each year of creditable service over 25 years but not to exceed 30 years. The maximum allowance is therefore 70% of final compensation. Pursuant to provisions of Chapter 78, P.L. 2011, the annual benefit under special retirement for members enrolled after June 28, 2011 (Tier 3 members), is 60% of the member's final compensation plus 1% for each year of creditable service over 25 years but not to exceed 30 years. The maximum allowance is therefore 65% of final compensation.

Widow/widowers of members retired since December 18, 1967 receive 50% of the retiree's final compensation. The minimum annual widow/widower's benefits of an accidental disability retiree prior to December 18, 1967 and of all retirees since December 18, 1967 is \$4,500.

Members are always fully vested for their own contributions. In the case of death before retirement, members' beneficiaries are entitled to full payment of members' contributions providing no survivor death benefits are payable.

Eligible retirees receiving monthly benefits are entitled to cost-of-living (COLA) increases equal to 60% of the change in the average consumer price index for the calendar year in which the pensioner retired, as compared to the average consumer price index for a 12-month period ending with each August 31st immediately preceding the year in which the adjustment becomes payable. The regular retirement allowance is multiplied by the 60% factor as developed and results in the dollar amount of the adjustment payable. Retired members become eligible for pension adjustment benefits after 24 months of retirement. The COLA increases are funded by the retirement system and are included in the annual actuarial calculations of the required state and state-related employer contributions. Pursuant to the provisions of Chapter 78, P.L. 2011, COLA increases are suspended for all current and future retirees of all retirement systems. No further COLA increases will be granted. The law does not reduce any COLA increases that have already been added to retiree benefits.

Pursuant to Chapter 1, P.L. 2010, for new members of PFRS hired after May 21, 2010 (Tier 2 members), this law capped the maximum compensation that can be used to calculate a pension from these plans at the annual wage contribution base for Social Security, and requires the pension to be calculated using a three year average annual compensation instead of the last year's salary.

Membership in the System consisted of the following at June 30, 2010 and 2009 the dates of the most recent actuarial valuations:

	2010	2009
Retirees and beneficiaries currently receiving benefits and terminated employees entitled to benefits but not yet receiving them	35,973	34,364
Active members:		
Vested	29,552	29,400
Non-vested	14,652	15,750
Total active members	44,204	45,150
Total	80,177	79,514

**TOWNSHIP OF ROCHELLE PARK
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2011**

Note 12 - Retirement Plans (Continued)

C. Defined Contribution Retirement Program (DCRP)

The Defined Contribution Retirement Program (DCRP) was established July 1, 2007, under the provisions of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007, and expanded under the provisions of Chapter 89, P.L. 2008,

The DCRP provides eligible members with a tax-sheltered, defined contribution retirement benefit, along with life insurance and disability coverage.

Eligibility

Individuals eligible for membership in the DCRP include:

- 1) State or local officials who are elected or appointed on or after July 1, 2007
- 2) Employees enrolled in the Public Employees Retirement System (PERS) or Teachers Pension and Annuity Fund (TPAF) on or after July 1, 2007, who earn salary in excess of established "maximum compensation" limits; and
- 3) Employees otherwise eligible to enroll in the PERS or TPAF on or after November 2, 2008, who do not earn the minimum annual salary for PERS or TPAF Membership Tier 3 enrollment (\$7,500 in 2009, subject to adjustment in future years) but who earn salary of at least \$1,500 annually.)

Employees enrolled in the PERS or TPAF on or after July 1, 2007 are subject to a maximum compensation limit for PERS and TPAF pension contributions. The maximum compensation is based on the annual maximum wage for Social Security (see chart below) and is subject to change at the start of each calendar year.

Enrollment

Eligible PERS or TPAF members are enrolled in the DCRP when the annual salary exceeds the maximum compensation limit. This may occur either:

Upon enrollment into the PERS or TPAF when an annual base salary is reported on the Enrollment Application that will exceed the maximum compensation; or when a PERS or TPAF member's annual salary is increased to where it will exceed the maximum compensation and it is reported by the employer to the Division of Pensions and Benefits (either by directly contacting the Division, or when submitted by the employer on the Quarterly Report of Contributions). When enrolled in the DCRP, members contribute 5.5% of the base salary in excess of the maximum compensation limit to a tax-deferred investment account established with Prudential Financial, which jointly administers the DCRP investments with the Division of Pensions and Benefits. Member contributions are matched by a 3% employer contribution based on the salary in excess of the maximum compensation limit.

It is important that an employer enroll a DCRP eligible PERS or TPAF member as soon as it is known that the employee's annual salary will exceed the maximum compensation, so that the DCRP account can be established in advance of collection of any required contributions.

Retirement

Six months before retirement, a member should contact the employer and Prudential Financial for information regarding DCRP benefits and options.

A DCRP member may elect to receive all or a portion of his/her account in a lump-sum distribution, or in a variety of periodic payment methods. Please contact your administrative services provider for more information. All returns of contributions and earnings are considered taxable in the year they are received; therefore, the type of payout plan should be considered carefully prior to retirement.

There is no minimum retirement age under the DCRP. The member will automatically be considered retired, regardless of age, if there is any distribution of mandatory contributions.

A member may take a distribution at any time after termination of employment; however, if you return to public employment in New Jersey, you cannot participate in any State-administered retirement system.

TOWNSHIP OF ROCHELLE PARK
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2011

Note 12 - Retirement Plans (Continued)

D. Contributions Required by Employer

Year	Pension Cost	Percentage Contributed	Non-Contrib Health Ins.	Pension Obligation
<i>Police and Firemen's Pension Fund (PFRS)</i>				
2011	647,170	100.00%	\$ 28,150	\$ 675,320
2010	\$ 509,391	100.00%	\$ 25,898	\$ 535,289
2009	\$ 491,640	100.00%	\$ 20,216	\$ 511,856
2008	\$ 498,287	100.00%	\$ -	\$ 498,287
2007	\$ 382,479	80.00%	\$ -	\$ 478,099
<i>Public Employees Retirement System (PERS)</i>				
2011	\$ 138,686	100.00%	\$ 10,533	\$ 149,219
2010	\$ 98,792	100.00%	\$ 13,700	\$ 112,492
2009	\$ 87,951	100.00%	\$ 10,932	\$ 98,883
2008	\$ 74,520	80.00%	\$ -	\$ 93,150
2007	\$ 39,062	60.00%	\$ -	\$ 65,103
<i>Defined Contribution Retirement Program (DCRP)</i>				
2011	\$ -	100.00%	\$ -	\$ -
2010	\$ -	100.00%	\$ -	\$ -
2009	\$ -	100.00%	\$ -	\$ -
2008	\$ -	100.00%	\$ -	\$ -
2007	\$ -	100.00%	\$ -	\$ -

E. Trend Information

Historical trend information showing the plan's progress in accumulating sufficient assets to pay benefits when due are presented in the State of New Jersey's PERS, PFRS and DCRP financial reports. Those reports may be obtained by writing to the State of New Jersey, Department of Treasury Division of Pensions, Trenton, New Jersey.

TOWNSHIP OF ROCHELLE PARK
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2011

Note 13 - Deferred Compensation Plan

A. Description

The Township offers its employees and qualifying volunteers participation in a deferred compensation plans created in accordance with Internal Revenue Code Section 457. The plans, which are administered by an outside contractor, permits participants to defer a portion of their Township contributions on behalf of volunteers until future years. Amounts deferred under the plan are not available to employees until termination, retirement, death or unforeseeable emergency.

All amounts of compensation deferred under the plan and all income attributable to those amounts are (until paid or made available to the employee or other beneficiary) solely the property and rights of the Township's subject only to the claims of the Township's general creditors. Participants' rights under the plan are equal to those of general creditors of the Township in an equal amount to the fair value of the deferred account for each participant.

It is the opinion of the Township's legal counsel that the Township has no liability for losses under the plan. Under the plan, participants select investments from alternatives offered by the plan administrators, who manages the plan on behalf of the Township. Investment selection by the participants may change from time to time, as the Township manages none of the investment selections. By making the selection, participants accept and assume all risks that adhere in the plan and its administration.

Information pertaining to the plans offered by the Township are as follows:

Lincoln National Life Insurance Co.

This plan administers Township contributions towards its Volunteer Length of Service Award Program (LOSAP).

	2011
Assets, Beginning of Year (Market Value)	\$ 301,836
Township Contribution	20,850
Earnings and Adjustments to Market Value	(2,393)
Payments to Eligible Employees	(11,152)
Charges and Credits	(1,700)
Assets, Ending of Year (Market Value)	<u>\$ 307,441</u>

B. Equitable

This plan administers employee's current participant activity under tradition salary deferrals, transfers from other plans and compensation deferred under a contractual agreement between eligible employees.

	2011
Assets, Beginning of Year (Market Value)	\$ 870,402
Deferrals of Compensation	132,155
Earnings and Adjustments to Market Value	9,197
Payments to Eligible Employees	(11,767)
Charges and Credits	-
Assets, Ending of Year (Market Value)	<u>\$ 999,987</u>

TOWNSHIP OF ROCHELLE PARK
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2011

Note 14 - Other Post Retirement Benefits

A. Compensated Absences

All employees are permitted to carry over 1 week of unused vacation days per year. A detail of amounts due is on file in the Office of the Township Clerk - 151 West Passaic Street Rochelle Park, NJ 07662 (201) 587-7730. In accordance with accounting practices prescribed by the Division of Local Government Services, this amount is not recorded as either an expenditure or a liability. The Township approximates this liability at December 31, 2011 to be \$44,084.

TOWNSHIP OF ROCHELLE PARK
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2011

Note 15 - Contingencies

A. Litigation

The municipality is a party to various legal proceedings which normally occur in the operation of government. These proceedings are not likely to have a materially adverse affect on the various funds of the municipality.

B. Federal and State Grants

The municipality participates in a number of federal and state programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor agency. If expenditures are disallowed, the municipality may be required to reimburse the grantor agency. As of December 31, 2010, significant amounts of grant expenditures have not been audited. The municipality believes that any future disallowed expenditures will not have a material effect on its financial position.

C. Tax Appeals

Various tax appeal cases were pending in the New Jersey Tax Court at December 31, 2011 and 2010. Amounts claimed have not yet been determined. The Township is vigorously defending its assessments in each case. Under the accounting principles prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, the Township does not recognize a liability, if any, until these cases have been adjudicated. The Township expects such amounts, if any, to be material. As of December 31, 2011 and 2010, the Township did not record reserves in the Current Fund for tax appeals pending in the New Jersey Tax Court. Funding of any ultimate liability would be provided for in succeeding years' budgets, from fund balance or by issuance of refunding bonds.

TOWNSHIP OF ROCHELLE PARK
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2011

Note 16 - Subsequent Events

As of the date of this report, the following are considered material subsequent events:

A. Subsequent Year Capital Projects

The Borough's FY 2012 Capital Budget currently includes the following:

<u>Purpose</u>	<u>Total</u>	<u>CIF and Other Funded Sources</u>	<u>Bonds & Notes Authorized</u>
#1049-12 Various Public Improvements	\$ 1,000,000	\$ 50,000	\$ 950,000
	<u>\$ 1,000,000</u>	<u>\$ 50,000</u>	<u>\$ 950,000</u>

B. Bond Anticipation Notes & Serial Bonds

On February 15, 2012, the Township issued General Improvement Bonds (Serial Bonds) in the amount of \$8,025,000, to permanently finance expenditures related to various capital projects. The proceeds of these bonds were used to payoff outstanding Bond Anticipation Notes (BAN's) maturing on the same day totalling \$8,028,000, with the balance of \$3,000 being raised in the 2012 Current Fund budget. The Township has awarded the sale of said bonds to FTN Financial Capital Markets who offered a premium of \$4,097.25 and varying interest rates between 2% and 2.375%. These bonds will mature on August 15, 2026.

**TOWNSHIP OF ROCHELLE PARK
CURRENT FUND
STATEMENT OF ASSETS, LIABILITIES AND FUND BALANCE - STATUTORY BASIS**

	2011	2010
<u>ASSETS AND OTHER DEBITS</u>		
Cash:		
Current Account	\$ 2,731,501	\$ 1,630,215
Ambulance Fee Account	257,371	45,575
Change Funds	420	420
	<u>\$ 2,989,292</u>	<u>\$ 1,676,210</u>
Interfunds Receivable:		
General Capital Fund	\$ 1,676	\$ -
Animal Control Trust Fund	-	388
Escrow & Developers Deposit Trust Fund	1,548	20,323
	<u>\$ 3,224</u>	<u>\$ 20,711</u>
Other Receivables:		
Delinquent Property Taxes Receivable	\$ 341,906	\$ 421,401
Property Acquired for Taxes	-	7,079
	<u>\$ 341,906</u>	<u>\$ 428,480</u>
Deferred Charges:		
Emergency Authorizations	\$ 44,973	\$ -
Special Emergency Authorizations (40A:4-53)	678,000	167,000
	<u>\$ 722,973</u>	<u>\$ 167,000</u>
Total Assets and Other Debits	<u>\$ 4,057,395</u>	<u>\$ 2,292,401</u>
<u>LIABILITIES, RESERVES AND FUND BALANCE</u>		
Interfunds Payable:		
Trust Fund	\$ 1,962	\$ -
General Capital Fund	172,157	108,378
	<u>\$ 174,119</u>	<u>\$ 108,378</u>
Other Liabilities and Reserves:		
Appropriation Reserves	\$ 554,933	\$ 469,844
Reserve for Encumbrances	34,585	149,143
Reserve for Revaluation	34,969	34,969
Reserve for Master Plan	43,036	43,036
Reserve for Site Plan Fees	2,350	2,350
Reserve for Public Defender Fees	5,240	5,240
Reserve for Emergency - Hurricane Irene	1,445	-
Reserve for Special Emergency - Hurricane Irene	153,546	-
Emergency Notes Payable	95,000	-
Special Emergency Notes Payable	660,000	140,000
Prepaid Taxes	64,879	60,778
	<u>\$ 1,649,983</u>	<u>\$ 905,360</u>
Intergovernmental Payable		
Due State of N.J. - D.C.A. Training Fees	\$ 1,708	\$ 1,128
Due State of N.J. - Marriage/Domestic Partner License Fees	150	100
Local District School Tax Payable	-	180,493
Due County of Bergen - Added & Omitted Taxes	485	-
Due County of Bergen - Added & Omitted Open Space Taxes	7	-
	<u>\$ 2,350</u>	<u>\$ 181,721</u>
Reserve for Receivables and Other Assets	<u>\$ 345,130</u>	<u>\$ 449,191</u>
Fund Balance	<u>\$ 1,885,813</u>	<u>\$ 647,751</u>
Total Liabilities, Reserves and Fund Balance	<u>\$ 4,057,395</u>	<u>\$ 2,292,401</u>

TOWNSHIP OF ROCHELLE PARK
CURRENT FUND
STATEMENT OF REVENUES AND OTHER CREDITS TO INCOME - STATUTORY BASIS
Year Ended December 31, 2011

	Budget As Modified	Realized	Excess/ (Deficit)
<u>REVENUES</u>			
Fund Balance Anticipated	\$ 250,000	\$ 250,000	\$ -
Miscellaneous Revenues:			
Alcoholic Beverage Licenses	\$ 14,000	\$ 16,532	\$ 2,532
Other Licenses	18,000	22,618	4,618
Fees and Permits	240,000	65,221	(174,779)
Municipal Court Fines and Costs	234,000	218,661	(15,339)
Interest and Costs on Taxes	53,000	70,101	17,101
Interest on Investments and Deposits	3,000	30,555	27,555
Real Property Rental - 151 W. Passaic Street	150,000	149,368	(632)
Cable T.V. Franchise Fee - Cablevision	49,373	49,373	-
Cable T.V. Franchise Fee - Verizon	18,691	18,691	-
Hotel Fees	79,000	76,825	(2,175)
XO Communications Annual Row Fee	6,000	6,000	-
Cellular Tower Lease - AT&T/Cingular	24,000	24,085	85
Cellular Tower Lease - Sprint/Nextel	48,916	50,335	1,419
Cellular Tower Lease - Metro PCS	24,000	25,081	1,081
Consolidated Municipal Property Tax Relief	134,165	134,165	-
Energy Receipts Tax	564,352	564,352	-
Sale of Gasoline - Maywood BORO	68,000	98,483	30,483
Sale of Gasoline- Saddle Brook TWP	93,000	120,008	27,008
Sale of Gasoline- Saddle Brook BOE	39,000	26,533	(12,467)
Uniform Construction Code Fees	110,000	103,004	(6,996)
Clean Communities Program	8,146	8,146	-
Body Armor Replacement Program	3,065	3,065	-
Uniform Fire Safety Act - Local	30,000	23,455	(6,545)
Uniform Fire Safety Act - State	-	14,340	14,340
Westfield	135,920	135,920	-
Shared Service Agreement - Construction Code - Elmwood Park	55,000	55,000	-
Third Party Billing - Ambulance Fees	150,000	211,795	61,795
Reserve for Payment of Debt Service	135,868	135,868	-
Total Miscellaneous Revenues	\$ 2,488,496	\$ 2,457,580	\$ (30,916)
Receipts From Delinquent Taxes	\$ 275,000	\$ 414,695	\$ 139,695
Amount to be Raised by Taxation for Municipal Budget	\$ 8,386,399	\$ 8,680,288	\$ 293,889
Total Revenues	\$ 11,399,895	\$ 11,802,563	\$ 402,668
<u>OTHER CREDITS TO INCOME</u>			
Miscellaneous Revenues Not Anticipated	\$ -	\$ 392,513	\$ 392,513
Unexpended Balances of Appropriation Reserves	-	275,843	275,843
Interfund Loans Returned	-	19,163	19,163
Unexpended Balances Cancelled	-	6	6
Cancellations & Adjustments	-	404,511	404,511
Taxes Allocated to School and County:			
School Tax Levy	9,624,444	9,624,444	-
County Tax Levy	2,161,545	2,161,545	-
County Open Space	26,760	26,760	-
Added County Taxes	485	485	-
Added County Open Space	7	7	-
Total Other Credits to Income	\$ 11,813,241	\$ 12,905,277	\$ 1,092,036
Total Revenues and Other Credits to Income	\$ 23,213,136	\$ 24,707,840	\$ 1,494,704

TOWNSHIP OF ROCHELLE PARK
 CURRENT FUND
 STATEMENT OF EXPENDITURES AND OTHER CHARGES TO INCOME - STATUTORY BASIS
 Year Ended December 31, 2011

	Appropriated		Expended		Unexpended	
	2011 Budget	Budget After Modification	Paid or Charged	Reserved	Balance Canceled	Overexpended
OPERATIONS - WITHIN "CAPS"						
<u>General Government Functions</u>						
General Administration:						
Salaries and Wages	110,000	25,000	19,191	\$ 5,809	\$ -	-
Other Expenses	27,000	27,000	20,231	6,769	-	-
Township Committee:						
Salaries and Wages	28,000	28,000	27,169	831	-	-
Other Expenses	2,200	2,700	2,394	306	-	-
Municipal Clerk:						
Salaries and Wages	122,000	110,000	107,717	2,283	-	-
Other Expenses	22,300	22,300	20,683	1,617	-	-
Financial Administration:						
Salaries and Wages	35,000	-	-	-	-	-
Other Expenses	7,700	16,700	13,443	3,257	-	-
Audit Services:						
Other Expenses	27,500	39,500	35,172	4,328	-	-
Computerized Data Processing:						
Other Expenses	8,000	9,200	8,060	1,140	-	-
Revenue Administration:						
Salaries and Wages	59,000	91,000	89,968	1,032	-	-
Other Expenses	3,800	3,800	3,103	697	-	-
Tax Assessment Administration:						
Salaries and Wages	17,000	29,000	28,050	950	-	-
Other Expenses	25,000	25,000	2,467	22,533	-	-
Legal Services:						
Salaries and Wages	52,500	52,500	52,500	-	-	-
Other Expenses	40,000	15,000	7,862	7,138	-	-
Engineering Services:						
Other Expenses	5,500	5,500	5,341	159	-	-
<u>Land Use Administration</u>						
Planning Board:						
Salaries and Wages	4,000	4,000	4,000	-	-	-
Other Expenses	2,600	2,600	353	2,247	-	-
Zoning Board of Adjustment:						
Salaries and Wages	3,500	3,500		3,500	-	-
Other Expenses	3,200	3,400	3,249	151	-	-
<u>Insurance</u>						
Liability Insurance	155,393	68,893	67,909	984	-	-
Worker Compensation Insurance	181,500	181,500	181,500	-	-	-
Employee Group Insurance	852,793	900,714	878,389	22,325	-	-
Unemployment Compensation	15,000	24,000	19,582	4,418	-	-

TOWNSHIP OF ROCHELLE PARK
 CURRENT FUND
 STATEMENT OF EXPENDITURES AND OTHER CHARGES TO INCOME - STATUTORY BASIS
 Year Ended December 31, 2011

	Appropriated		Expended		Unexpended	
	2011 Budget	Budget After Modification	Paid or Charged	Reserved	Balance Canceled	Overexpended
OPERATIONS - WITHIN "CAPS" (Continued)						
<u>Public Safety Functions</u>						
Police:						
Salaries and Wages	\$ 2,980,000	\$ 2,980,000	\$ 2,855,436	\$ 124,564	\$ -	\$ -
Other Expenses	80,000	94,500	91,723	2,777	-	-
Other Expenses (Purchase of Police Cars)	44,000	46,000	45,937	63	-	-
911/Police Dispatch:						
Salaries and Wages	150,000	159,285	159,285	-	-	-
School Crossing Guards						
Salaries and Wages	75,000	77,090	77,090	-	-	-
Office of Emergency Management:						
Salaries and Wages	3,100	7,100	5,305	1,795	-	-
Other Expenses	3,850	9,350	6,618	2,732	-	-
Other Expenses - Emergency	-	95,000	95,000	-	-	-
Other Expenses - Special Emergency	-	555,000	555,000	-	-	-
Aid to Volunteer Fire Companies:						
Salaries and Wages	1,500	1,500	-	1,500	-	-
Other Expenses	40,000	42,500	41,936	564	-	-
Aid to Volunteer Ambulance Companies:						
Salaries and Wages	70,000	70,000	69,722	278	-	-
Other Expenses	24,000	29,579	29,579	-	-	-
Other Expenses - Third Party Billing Fees	10,000	10,000	10,000	-	-	-
Fire Department:						
Salaries and Wages	22,000	31,000	30,515	485	-	-
Other Expenses	8,000	8,000	-	8,000	-	-
Other Expenses - Hydrants	67,100	82,100	81,344	756	-	-
Municipal Prosecutor:						
Other Expenses	8,300	8,300	7,000	1,300	-	-
<u>Public Works Functions</u>						
Streets and Road Maintenance:						
Salaries and Wages	410,000	352,500	350,247	2,253	-	-
Other Expenses	90,000	90,000	58,506	31,494	-	-
Solid Waste Collection:						
Other Expenses	236,000	160,200	103,147	57,053	-	-
Recycling:						
Salaries and Wages	5,996	6,096	6,053	43	-	-
Buildings and Grounds:						
Other Expenses	83,500	83,500	66,966	16,534	-	-
Vehicle Maintenance:						
Other Expenses	75,000	75,000	59,358	15,642	-	-
<u>Health and Human Services</u>						
Public Health Services:						
Salaries and Wages	5,750	5,750	3,500	2,250	-	-
Other Expenses	19,600	19,600	11,997	7,603	-	-
<u>Park and Recreation Functions</u>						
Recreation Services and Programs:						
Salaries and Wages	37,440	37,440	31,217	6,223	-	-
Other Expenses	20,700	29,200	25,763	3,437	-	-
<u>Education Functions</u>						
Municipal Library:						
Salaries and Wages	85,000	85,000	81,093	3,907	-	-
Other Expenses	44,000	44,000	34,646	9,354	-	-
<u>Other Common Operating Functions</u>						
Celebration of Public Events:						
Other Expenses	10,000	10,000	10,000	-	-	-

TOWNSHIP OF ROCHELLE PARK
 CURRENT FUND
 STATEMENT OF EXPENDITURES AND OTHER CHARGES TO INCOME - STATUTORY BASIS
 Year Ended December 31, 2011

	Appropriated		Expended		Unexpended	
	2011 Budget	Budget After Modification	Paid or Charged	Reserved	Balance Canceled	Overexpended
OPERATIONS - WITHIN "CAPS" (Continued)						
<u>Utility Expenses and Bulk Purchases</u>						
Electricity	\$ 90,000	\$ 132,880	\$ 108,486	\$ 24,394	\$ -	\$ -
Street Lighting	65,000	-	-	-	-	-
Telephone	40,000	40,000	38,025	1,975	-	-
Water	25,000	25,000	21,969	3,041	-	-
Gas (Natural or Propane)	75,000	75,000	57,765	17,235	-	-
Gasoline	85,000	235,000	230,079	4,921	-	-
<u>Code Enforcement Administration</u>						
Uniform Construction Code Enforcement Functions:						
Salaries and Wages	75,000	124,524	124,524	-	-	-
Other Expenses	5,000	5,000	3,592	1,408	-	-
<u>Municipal Court</u>						
Municipal Court Administration:						
Salaries and Wages	85,000	85,000	81,532	3,468	-	-
Other Expenses	10,000	10,000	4,440	5,560	-	-
Public Defender (P.L. 1997, C.256):						
Other Expenses	3,600	3,875	3,875	-	-	-
Total Operations - Within "CAPS"	\$ 7,078,922	\$ 7,731,676	\$ 7,276,593	\$ 455,083	\$ -	\$ -
Detail:						
Salaries and Wages	\$ 4,436,786	\$ 4,365,285	\$ 4,204,114	\$ 161,171	\$ -	\$ -
Other Expenses	\$ 2,642,136	\$ 3,366,391	\$ 3,072,479	\$ 293,912	\$ -	\$ -
DEFERRED CHARGES AND STATUTORY EXPENDITURES - WITHIN "CAPS"						
<u>Deferred Charges</u>						
Overexpenditures			\$ -	\$ -	\$ -	\$ -
Prior Year Bills					-	-
<u>Statutory Expenditures</u>						
Social Security	200,000	175,026	169,400	5,626	-	-
Public Employees' Retirement System	149,219	162,219	159,076	3,143	-	-
Police and Firemen's Retirement System	675,320	675,320	675,320	-	-	-
Total Deferred Charges and Statutory Expenditures - Mur	\$ 1,024,539	\$ 1,012,565	\$ 1,003,796	\$ 8,769	\$ -	\$ -
Total General Appropriations for Municipal Purposes - Wil	\$ 8,103,461	\$ 8,744,241	\$ 8,280,389	\$ 463,852	\$ -	\$ -

TOWNSHIP OF ROCHELLE PARK
 CURRENT FUND
 STATEMENT OF EXPENDITURES AND OTHER CHARGES TO INCOME - STATUTORY BASIS
 Year Ended December 31, 2011

	Appropriated		Expended		Unexpended	
	2011 Budget	Budget After Modification	Paid or Charged	Reserved	Balance Canceled	Overexpended
OPERATIONS - EXCLUDED FROM "CAPS"						
<u>Utility Expenses and Bulk Purchases</u>						
Sewer Processing and Disposal:						
Other Expenses	703,000	703,000	702,109	891	-	-
<u>Insurance</u>						
Employee Group Insurance	-	-	-	-	-	-
<u>Statutory Expenditures</u>						
Public Employees Retirement System				-	-	-
Police and Firemen's Retirement System				-	-	-
Volunteer Length of Service Award Program	38,100	38,100	-	38,100	-	-
<u>Interlocal Municipal Service Agreements</u>						
Borough of Paramus - Emergency "911" Service	4,000	4,000	2,876	1,124	-	-
Borough of Paramus - Sanitation Services	140,000	140,000	135,408	4,592	-	-
Borough of Paramus - Recycling Service	160,000	165,000	164,700	300	-	-
Township of Saddle Brook - Purchase of Gasoline	77,500	77,500	62,406	15,094	-	-
BOE of Saddle Brook - Purchase of Gasoline	32,500	32,500	15,232	17,268	-	-
Borough of Maywood - Purchase of Gasoline	57,000	57,000	51,697	5,303	-	-
Washington TWP - Health Services	40,000	42,000	41,971	29	-	-
<u>Public and Private Programs Offset by Revenues</u>						
B.C. Community Development				-	-	-
Recycling Tonnage Grant				-	-	-
Clean Communities Program	8,146	8,146	8,146	-	-	-
Body Armor Replacement Program	3,065	3,065	3,065	-	-	-
Municipal Alliance on Alcoholism and Drug Abuse - State				-	-	-
Municipal Alliance on Alcoholism and Drug Abuse - Local				-	-	-
NJ Office of Homeland Security - FY09 Buffer Zone Program				-	-	-
BC Prosecutor - Confiscated Funds				-	-	-
Total Operations Excluded from "CAPS"	\$ 1,263,311	\$ 1,270,311	\$ 1,187,610	\$ 82,701	\$ -	\$ -
Detail:						
Salaries and Wages	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other Expenses	\$ 1,263,311	\$ 1,270,311	\$ 1,187,610	\$ 82,701	\$ -	\$ -

TOWNSHIP OF ROCHELLE PARK
CURRENT FUND
STATEMENT OF EXPENDITURES AND OTHER CHARGES TO INCOME - STATUTORY BASIS
Year Ended December 31, 2011

	Appropriated		Expended		Unexpended	
	2011 Budget	Budget After Modification	Paid or Charged	Reserved	Balance Canceled	Overexpended
CAPITAL IMPROVEMENTS - EXCLUDED FROM "CAPS"						
Capital Improvement Fund	\$ 35,000	\$ 35,000	\$ 35,000	\$ -	\$ -	-
Down Payment on Improvements	-	32,157	32,157	-	-	-
Total Capital Improvements - Excluded From "CAPS"	\$ 35,000	\$ 67,157	\$ 67,157	\$ -	\$ -	-
DEBT SERVICE - EXCLUDED FROM "CAPS"						
<u>Municipal Debt Service</u>						
Bond Principal	\$ 634,000	\$ 634,000	\$ 634,000	\$ -	\$ -	-
Bond Interest	159,956	159,956	159,956	-	-	-
Note Principal	139,132	139,132	139,132	-	-	-
Note Principal (From Reserve)	135,868	135,868	135,868	-	-	-
Note Interest	122,000	124,220	124,214	-	6	-
Total Debt Service - Excluded From "CAPS"	\$ 1,190,956	\$ 1,193,176	\$ 1,193,170	\$ -	\$ 6	-
DEFERRED CHARGES - EXCLUDED FROM "CAPS"						
Emergency Authorizations				\$ -	\$ -	-
Special Emergency Authorizations (N.J.S. 40A:4-55)	44,000	44,000	44,000	-	-	-
Deferred Charges to Future Taxation - Unfunded				-	-	-
Prior Years Bills				-	-	-
	\$ 44,000	\$ 44,000	\$ 44,000	\$ -	\$ -	-
Rochelle Park Local School District - BPP Aid:						
Other Expenses	\$ 103,167	\$ 103,167	\$ 94,767	\$ 8,380	\$ -	-
Total General Appropriations - Excluded from "CAPS"	\$ 2,636,434	\$ 2,677,811	\$ 2,586,724	\$ 91,081	\$ 6	-
Total General Appropriations - Municipal Purposes	\$ 10,739,895	\$ 11,422,052	\$ 10,867,113	\$ 554,933	\$ 6	-
Reserve for Uncollected Taxes	660,000	660,000	660,000	-	-	-
Total General Appropriations	\$ 11,399,895	\$ 12,082,052	\$ 11,527,113	\$ 554,933	\$ 6	-
Adopted Budget	\$ 11,399,895	\$ 11,399,895				
Added by N.J.S. 40A:4-67	-	-				
Emergency Appropriations	-	682,157				
	\$ 11,399,895	\$ 12,082,052				
OTHER CHARGES TO INCOME:						
Interfund Loans Originating	\$ -	\$ -	1,677			
Shortfall in Federal/State Grant Fund	-	-	1,324			
Refund of Prior Year's Revenue	-	-	3,641			
Taxes Allocated to School and County:						
School Tax Levy		9,624,444	9,624,444			
County Tax Levy		2,161,545	2,161,545			
County Open Space		26,760	26,760			
Added County Taxes		485	485			
Added County Open Space		7	7			
		\$ 11,813,241	\$ 11,819,883			

**TOWNSHIP OF ROCHELLE PARK
FEDERAL AND STATE GRANT FUND
STATEMENT OF ASSETS, LIABILITIES AND RESERVES - STATUTORY BASIS**

	2011	2010
<u>ASSETS</u>		
Cash - Current Account	\$ 37,029	\$ 73,827
Cash - DEA Account	1,795	1,937
	<u>\$ 38,824</u>	<u>\$ 75,764</u>
Intergovernmental Receivable: Grants Receivable	\$ 211,377	\$ 276,376
Due From TD Bank	\$ 120	\$ -
Deferred Charges: Overexpenditures	\$ -	\$ -
Total Assets	<u>\$ 250,321</u>	<u>\$ 352,140</u>
<u>LIABILITIES AND RESERVES</u>		
Deferred Revenue:		
Appropriated Reserves	\$ 222,577	\$ 340,199
Unappropriated Reserves	27,744	11,211
Reserve for Encumbrances	-	730
Total Liabilities and Reserves	<u>\$ 250,321</u>	<u>\$ 352,140</u>

TOWNSHIP OF ROCHELLE PARK
FEDERAL AND STATE GRANT FUND
STATEMENT OF GRANTS RECEIVABLE
Year Ended December 31, 2011

Program	Balance December 31, 2010	Revenue Realized	Received	Unappropriated Reserve Applied	Adjustments	Balance December 31, 2011
<u>Federal</u>						
NJ Office of Homeland Security	\$ 200,000	\$ -	\$ 37,900	\$ -	\$ -	\$ 162,100
<u>State</u>						
Body Armor Replacement Program	\$ -	\$ 3,065	\$ -	\$ 3,065	\$ -	\$ -
Clean Communities Program	-	8,146	-	8,146	-	-
Municipal Alliance	10,356	-	9,032	-	(1,324)	-
	<u>\$ 10,356</u>	<u>\$ 11,211</u>	<u>\$ 9,032</u>	<u>\$ 11,211</u>	<u>\$ (1,324)</u>	<u>\$ -</u>
<u>Other</u>						
BC Prosecutor Confiscated Funds	\$ 66,020	\$ -	\$ 29,388	\$ -	\$ 12,645	\$ 49,277
	<u>\$ 276,376</u>	<u>\$ 11,211</u>	<u>\$ 76,320</u>	<u>\$ 11,211</u>	<u>\$ 11,321</u>	<u>\$ 211,377</u>

**TOWNSHIP OF ROCHELLE PARK
FEDERAL AND STATE GRANT FUND
STATEMENT OF APPROPRIATED RESERVES
Year Ended December 31, 2011**

Program	Balance December 31, 2010	Budget	Paid or Charged	Adjustments	Balance December 31, 2011
<u>Federal</u>					
DEA Funds	\$ 1,937	\$ -	\$ -	\$ -	\$ 1,937
NJ Office of Homeland Security	200,000	-	98,604	-	101,396
	<u>\$ 201,937</u>	<u>\$ -</u>	<u>\$ 98,604</u>	<u>\$ -</u>	<u>\$ 103,333</u>
<u>State</u>					
Recycling Tonnage Grant	\$ 24,388	\$ -	\$ 1,534	\$ -	\$ 22,854
Drunk Driving Enforcement Fund	17,721	-	-	-	17,721
Clean Communities Program	16,489	8,146	100	-	24,535
Body Armor Replacement Program	2,141	3,065	5,569	363	-
Municipal Alliance - State	6,114	-	8,989	2,875	-
Municipal Alliance - Local	2,369	-	2,123	(246)	-
	<u>\$ 69,222</u>	<u>\$ 11,211</u>	<u>\$ 18,315</u>	<u>\$ 2,992</u>	<u>\$ 65,110</u>
<u>Other</u>					
BC Prosecutor Confiscated Funds	\$ 64,182	\$ -	\$ 29,388	\$ 14,482	\$ 49,276
BCUA Municipal Recycling Assistance Program	4,858	-	-	-	4,858
	<u>\$ 69,040</u>	<u>\$ -</u>	<u>\$ 29,388</u>	<u>\$ 14,482</u>	<u>\$ 54,134</u>
	<u>\$ 340,199</u>	<u>\$ 11,211</u>	<u>\$ 146,307</u>	<u>\$ 17,474</u>	<u>\$ 222,577</u>

TOWNSHIP OF ROCHELLE PARK
 FEDERAL AND STATE GRANT FUND
 STATEMENT OF UNAPPROPRIATED RESERVES
 Year Ended December 31, 2011

Program	Balance December 31, 2010	Appropriated in 2011	Received in 2011	Adjustments	Balance December 31, 2011
<u>State</u>					
Recycling Tonnage Grant	\$ -	\$ -	\$ 9,467	\$ -	\$ 9,467
Clean Communities Program	8,146	8,146	7,790	-	7,790
Body Armor Replacement Program	3,065	3,065	2,204	-	2,204
BCUA Municipal Recycling Assistance Program	-	-	8,283	-	8,283
	<u>\$ 11,211</u>	<u>\$ 11,211</u>	<u>\$ 27,744</u>	<u>\$ -</u>	<u>\$ 27,744</u>

**TOWNSHIP OF ROCHELLE PARK
TRUST FUND
STATEMENT OF ASSETS, LIABILITIES AND RESERVES - STATUTORY BASIS**

	2011	2010
<u>ASSETS</u>		
Cash:		
P.A.T.F. I Account	\$ -	\$ -
P.A.T.F. II Account	-	-
Animal Control Account	6,322	8,019
Trust & Escrow Account	503,786	669,162
COAH Account	503,964	499,938
Prescription Benefit Account	22,023	-
Payroll Account	1,706	21,760
	<u>\$ 1,037,801</u>	<u>\$ 1,198,879</u>
Deferred Compensation Plan Assets:		
Lincoln Financial Group	307,441	301,836
	<u>\$ 307,441</u>	<u>\$ 301,836</u>
Interfund Receivable:		
Current Fund - (Animal Control Trust)	\$ 1,962	\$ -
Total Assets	<u>\$ 1,347,204</u>	<u>\$ 1,500,715</u>
<u>LIABILITIES AND RESERVES</u>		
Interfunds Payable:		
Current Fund - (Animal Control Trust)	\$ -	\$ 388
Current Fund - (Developer's Escrow Trust)	1,548	20,323
	<u>\$ 1,548</u>	<u>\$ 20,711</u>
Other Liabilities and Reserves:		
Net Payroll & Deductions Payable	\$ 1,706	\$ 21,760
Reserve for Animal Control Expenditures	8,284	7,631
Reserve for Trust & Escrow Deposits (NJSA 40:55D-53.1)	502,238	648,839
Reserve for Developer Fees - Housing Trust Funds (P.L. 1985, c.222)	503,964	499,938
Reserve for Self Insurance Programs (NJSA 40A:10-1 et seq.)	22,023	-
Reserve for Deferred Compensation	307,441	301,836
	<u>\$ 1,345,656</u>	<u>\$ 1,480,004</u>
Total Liabilities and Reserves	<u>\$ 1,347,204</u>	<u>\$ 1,500,715</u>

TOWNSHIP OF ROCHELLE PARK
TRUST FUND
STATEMENT OF NET PAYROLL AND WITHHOLDINGS PAYABLE
Year Ended December 31, 2011

	Balance December 31, 2010	Prior Period Adjustment	Receipts	Disbursements	Balance December 31, 2011
Employer:					
FICA	\$ -	\$ -	\$ 151,499	\$ 151,499	\$ -
Refunds	-	-	-	-	-
PERS Liability	-	-	-	-	-
PFRS Liability	-	-	-	-	-
Unidentified	12,958	(11,252)	-	-	1,706
	<u>\$ 12,958</u>	<u>\$ (11,252)</u>	<u>\$ 151,499</u>	<u>\$ 151,499</u>	<u>\$ 1,706</u>
Employee:					
FICA	\$ -	\$ -	\$ 118,009	\$ 118,009	\$ -
Federal Withholding Tax	-	-	687,474	687,474	-
State Income Tax	-	-	177,987	177,987	-
State UI	-	-	6,141	6,141	-
PERS	-	-	60,677	60,677	-
PFRS	-	-	229,054	229,054	-
Contributory Insurance	-	-	5,055	5,055	-
Loans	-	-	67,289	67,289	-
Back Pension	-	-	4,231	4,231	-
Arrears	-	-	2,538	2,538	-
Dues	-	-	2,988	2,988	-
Garnishee/Family Leave	-	-	8,900	8,900	-
Back Contributory Insurance	-	-	61	61	-
Deferred Compensation	-	-	99,550	99,550	-
Credit Union	-	-	2,550	2,550	-
Pension Shortage	-	-	-	-	-
Colonial Post-Tax	-	-	2,616	2,616	-
Colonial Pre-Tax	-	-	1,366	1,366	-
RP Superior	-	-	2,955	2,955	-
RP Officers	-	-	3,078	3,078	-
Vision	-	-	105	105	-
Health/Voluntary Contribution	-	-	52,717	52,717	-
Net Checks	-	-	2,885,829	2,885,829	-
Unidentified	8,802	-	-	8,802	-
	<u>\$ 8,802</u>	<u>\$ -</u>	<u>\$ 4,421,170</u>	<u>\$ 4,429,972</u>	<u>\$ -</u>
Grand Totals	<u>\$ 21,760</u>	<u>\$ (11,252)</u>	<u>\$ 4,572,669</u>	<u>\$ 4,581,471</u>	<u>\$ 1,706</u>

**TOWNSHIP OF ROCHELLE PARK
TRUST FUND
STATEMENT OF RESERVE FOR ANIMAL CONTROL EXPENDITURES
Year Ended December 31, 2011**

Balance, December 31, 2010	\$	7,631
Increased by:		
Municipal Dog License Fees Collected		3,494
Interest Earned		38
	\$	<u>11,163</u>
Decreased by:		
Dog Fund Expenditures	\$	2,879
Statutory Excess Due to Current Fund		-
		<u>2,879</u>
Balance, December 31, 2011	\$	<u><u>8,284</u></u>

License Fees Collected

2009	2,759
2010	2,637
	<u>\$ 5,396</u>

**TOWNSHIP OF ROCHELLE PARK
TRUST FUND
STATEMENT OF RESERVE FOR TRUST & ESCROW DEPOSITS
Year Ended December 31, 2011**

Balance, December 31, 2010 \$ 648,839

Increased by:

Trust and Escrow Deposits 1,432,270

\$ 2,081,109

Decreased by:

Disbursements 1,578,871

Balance, December 31, 2011

\$ 502,238

TOWNSHIP OF ROCHELLE PARK
TRUST FUND
STATEMENT OF RESERVE FOR COAH EXPENDITURES
Year Ended December 31, 2011

Balance, December 31, 2010		\$	499,938
Increased by:			
Development Fees	\$	-	
Refunds		-	
Payments in Lieu of Construction		-	
Other Income		-	
Interest Earned		4,026	
			<u>4,026</u>
Decreased by:			
Housing Activity:			
Accessory Apartments	\$	-	
Alternate Living Arrangements		-	
Buy Down		-	
Debt/Bond Payments		-	
ECHO		-	
Land Purchase		-	
New Construction		-	
Partnership Program		-	
Purchase of Existing Units		-	
Regional Contribution Agreements		-	
Rehabilitation		-	
Rental Program		-	
Affordability Assistance:			
Homeownership Assistance		-	
Rental Assistance		-	
Administrative:			
Consulting Fees		-	
Legal Fees		-	
Office Supplies		-	
Other Administrative Costs		-	
Personnel		-	
Other		-	
			<u>-</u>
Balance, December 31, 2011		\$	<u>503,964</u>

**TOWNSHIP OF ROCHELLE PARK
TRUST FUND
STATEMENT OF RESERVE FOR DEFERRED COMPENSATION PLAN
Year Ended December 31, 2011**

Balance, December 31, 2010		\$	301,836
Increased by:			
Township Contribution	\$	20,850	
Earnings and Adjustments to Market Value		(2,393)	
			<u>18,457</u>
			320,293
Decreased by:			
Payments to Eligible Employees	\$	11,152	
Charges and Credits		1,700	
			<u>12,852</u>
Balance, December 31, 2011		\$	<u><u>307,441</u></u>

**TOWNSHIP OF ROCHELLE PARK
GENERAL CAPITAL FUND
STATEMENT OF ASSETS, LIABILITIES AND FUND BALANCE (STATUTORY BASIS)**

	<u>2011</u>	<u>2010</u>
<u>ASSETS</u>		
Cash:		
General Capital Account	\$ 2,074,149	\$ 579,969
Community Development Account	1	-
	<u>\$ 2,074,150</u>	<u>\$ 579,969</u>
Interfunds Receivable:		
Current Fund	<u>\$ 172,157</u>	<u>\$ 108,378</u>
Intergovernmental Receivable:		
Grants Receivable	<u>\$ 204,161</u>	<u>\$ 113,737</u>
Deferred Charges:		
Funded	\$ 2,795,000	\$ 3,429,000
Unfunded	8,028,000	6,873,000
	<u>\$ 10,823,000</u>	<u>\$ 10,302,000</u>
Total Assets	<u><u>\$ 13,273,468</u></u>	<u><u>\$ 11,104,084</u></u>
<u>LIABILITIES AND FUND BALANCE</u>		
Accounts/Contracts Payable	<u>\$ 752,147</u>	<u>\$ -</u>
Interfunds Payable:		
Current Fund	<u>\$ 1,676</u>	<u>\$ -</u>
Other Liabilities and Reserves:		
Capital Improvement Fund	\$ -	\$ 2,843
Reserve for Debt Service	-	135,869
	<u>\$ -</u>	<u>\$ 138,712</u>
Improvement Authorizations:		
Funded	\$ 91,431	\$ 2,346
Unfunded	1,498,165	1,338,978
	<u>\$ 1,589,596</u>	<u>\$ 1,341,324</u>
Serial Bonds Payable	<u>\$ 2,795,000</u>	<u>\$ 3,429,000</u>
Bond Anticipation Notes Payable	<u>\$ 8,028,000</u>	<u>\$ 6,088,000</u>
Fund Balance	<u>\$ 107,049</u>	<u>\$ 107,048</u>
Total Liabilities and Reserves	<u><u>\$ 13,273,468</u></u>	<u><u>\$ 11,104,084</u></u>

TOWNSHIP OF ROCHELLE PARK
GENERAL CAPITAL FUND
ANALYSIS OF CASH
Year Ended December 31, 2011

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	Balance December 31, 2010	Receipts		Disbursements		Transfers		Balance December 31, 2011
		BANs	Budget Appropriation	BANs	Improvement Authorizations	Other	From	To
Capital Improvement Fund	\$ 2,843	\$ -	\$ 35,000	\$ -	\$ -	\$ -	\$ 37,843	\$ -
Contra	-	-	-	-	-	522,964	-	-
Due from Current Fund	(108,378)	-	-	-	-	140,000	32,157	(172,157)
Reserve for Debt Service	135,869	-	-	-	-	135,869	-	-
Due to Current Fund	-	-	-	-	-	8,757	-	1,676
Accounts/Contracts Payable	-	-	-	-	-	-	-	-
Fund Balance	107,048	-	-	1	-	-	-	107,049
Improvement Authorizations								
#851-02 Various Public Improvements	-	330,000	-	-	-	-	-	-
#885-03 Various Public Improvements	-	238,500	-	-	-	-	-	-
#895-03 Sprout Brook Dredging Soft Costs	2,346	-	-	-	-	-	-	2,346
#907-04/#940-06 Various Public Improvements	-	558,000	-	-	-	-	-	-
#929-05 Various Public Improvements	32,561	498,000	-	-	32,561	-	-	-
#936-05 Improvements to Firehouse (Supplemental)	-	33,500	-	-	-	-	-	-
#942-06 Resurfacing of Grove Avenue	-	18,000	-	-	-	-	-	-
#943-06 Resurfacing of Oldis Street	-	8,000	-	-	-	-	-	-
#946-06 Design/Engineer DPW Complex	-	40,500	-	-	-	-	-	-
#950-06 Various Public Improvements	10,855	540,000	-	-	10,824	-	-	31
#957-06 Sanitary Sewer Main	-	319,500	-	-	-	-	-	-
#975-07 Various Public Improvements	31,616	132,000	-	-	(1,357)	-	-	32,973
#991-08/994-08 Various Public Improvements	5,347	348,000	-	-	(9,147)	-	-	14,494
#999-09 Chestnut & Lincoln Improvements	52,377	2,094,000	-	-	(76,665)	-	-	129,042
#1006-09 Various Public Improvements	(36,508)	50,000	-	-	(5,650)	-	-	(30,858)
#1014-09 Resurfacing of West Oldis Street	465,965	570,000	-	-	125,072	-	-	340,893
#1021-10 Various Public Improvements	56,508	35,000	-	-	72,725	-	-	(6,641)
#1028-11 Resurface High Street	(178,480)	785,000	-	-	273,169	-	-	333,351
#1037-11 Various Public Improvements	-	50,000	-	-	10,915	-	-	39,085
	-	1,380,000	-	-	167,134	-	-	1,282,866
	\$ 579,969	\$ 8,028,000	\$ 35,000	\$ 651,352	\$ 599,581	\$ 807,590	\$ 70,000	\$ 2,074,150

TOWNSHIP OF ROCHELLE PARK
 GENERAL CAPITAL FUND
 STATEMENT OF GRANTS RECEIVABLE
 Year Ended December 31, 2011

Improvement Description	Balance December 31, 2010	Improvement Authorized	Cash Received	Cancellations & Adjustments	Balance December 31, 2011
Federal:					
Department of Transportation -- Passed Thru the State of N.J. Department of Transportation:					
#999-09	\$ 53,107	\$ -	\$ -	\$ -	\$ 53,107
#1014-09	60,630	-	(9,576)	-	51,054
#1028-11	-	100,000	-	-	100,000
Total Grants Receivable	\$ 113,737	\$ 100,000	\$ (9,576)	\$ -	\$ 204,161

TOWNSHIP OF ROCHELLE PARK
GENERAL CAPITAL FUND
STATEMENT OF DEFERRED CHARGES TO FUTURE TAXATION - FUNDED
Year Ended December 31, 2011

<u>Date of Issue - Purpose</u>	<u>Balance December 31, 2010</u>	<u>Issued In 2011</u>	<u>Paid by Budget Appropriation</u>	<u>Balance December 31, 2011</u>
07/15/94 General Improvement Bonds	\$ 274,000	\$ -	\$ 274,000	\$ -
07/15/01 General Improvement Bonds	3,155,000	-	360,000	2,795,000
	<u>\$ 3,429,000</u>	<u>\$ -</u>	<u>\$ 634,000</u>	<u>\$ 2,795,000</u>

TOWNSHIP OF ROCHELLE PARK
GENERAL CAPITAL FUND
STATEMENT OF DEFERRED CHARGES TO FUTURE TAXATION - UNFUNDED
Year Ended December 31, 2011

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Improvement	Balance December 31, 2010	Authorized	BANs Paid By Budget	Grant Receipts Applied	Balance December 31, 2011	Outstanding BANs	Authorized But Not Issued
#851-02 Various Public Improvements	\$ 350,000	\$ -	20,000	\$ -	330,000	330,000	\$ -
#885-03 Various Public Improvements	249,000	-	10,500	-	238,500	238,500	-
#907-04/#940-06 Various Public Improvements	576,000	-	18,000	-	558,000	558,000	-
#929-05 Various Public Improvements	513,000	-	15,000	-	498,000	498,000	-
#936-05 Improvements to Firehouse (Suppl	35,000	-	1,500	-	33,500	33,500	-
#942-06 Resurfacing of Grove Avenue	21,000	-	3,000	-	18,000	18,000	-
#943-06 Resurfacing of Oldis Street	11,000	-	3,000	-	8,000	8,000	-
#946-06 Design/Engineer DPW Complex	43,000	-	2,500	-	40,500	40,500	-
#950-06 Various Public Improvements	571,000	-	31,000	-	540,000	540,000	-
#957-06 Sanitary Sewer Main	324,000	-	4,500	-	319,500	319,500	-
#966-07 Carlock Field Improvements	280,000	-	148,000	-	132,000	132,000	-
#975-07 Various Public Improvements	366,000	-	18,000	-	348,000	348,000	-
#991-08 Various Public Improvements	2,094,000	-	-	-	2,094,000	2,094,000	-
#999-09 Chestnut & Lincoln Improvements	50,000	-	-	-	50,000	50,000	-
#1006-09 Various Public Improvements	570,000	-	-	-	570,000	570,000	-
#1014-09 Resurfacing of West Oldis Street	35,000	-	-	-	35,000	35,000	-
#1021-10 Various Public Improvements	785,000	-	-	-	785,000	785,000	-
#1028-11 Resurface High Street	-	50,000	-	-	50,000	50,000	-
#1037-11 Various Public Improvements	-	1,380,000	-	-	1,380,000	1,380,000	-
\$ 6,873,000	\$ 1,430,000	\$ 275,000	\$ -	\$ 8,028,000	\$ 8,028,000	\$ -	\$ -

TOWNSHIP OF ROCHELLE PARK
GENERAL CAPITAL FUND
STATEMENT OF IMPROVEMENT AUTHORIZATIONS
Year Ended December 31, 2011

Improvement Description	Ordinance Date	Amount	Balance December 31, 2010		Capital Improvement Fund	Down Payment On Capital Improvements	Bonds & Notes Authorized	Grants/ Other	Paid or Charged		Refunds Cancellations and Adjustments	Balance December 31, 2011	
			Funded	Unfunded					Cash Disbursed	Encumbered		Funded	Unfunded
#895-03 Sprout Brook Dredging Soft Costs	10/15/03	\$ 50,000	\$ 2,346	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,346	\$ -
#929-05 Various Public Improvements	06/15/05	650,000	-	32,561	-	-	-	-	36,708	-	(4,147)	-	-
#950-06 Various Public Improvements	07/19/06	665,000	-	10,855	-	-	-	-	6,777	-	4,047	-	31
#966-07 Carlock Field Improvements	05/16/07	350,000	-	31,616	-	-	-	-	-	-	(1,357)	-	32,973
#975-07 Various Public Improvements	10/17/07	385,000	-	5,347	-	-	-	-	1,312	-	(10,459)	-	14,484
#991-08#994-08 Various Public Improvements	10/15/08	2,200,000	-	52,377	-	-	-	-	12,939	-	(89,604)	-	128,042
#999-09 Chestnut & Lincoln Improvements	03/18/09	225,000	-	16,599	-	-	-	-	12,722	-	(18,372)	-	340,893
#1005-09 Various Public Improvements	08/17/09	500,000	-	465,985	-	-	-	-	140,072	-	(15,000)	-	22,249
#1014-09 Resurfacing of West Oldis Street	12/16/09	135,000	-	117,138	-	-	-	-	72,725	-	-	-	44,413
#1021-10 Various Public Improvements	08/18/10	825,000	-	606,520	-	-	-	-	273,169	-	-	-	300,796
#1028-11 Resurface High Street	02/16/11	150,000	-	-	-	-	50,000	100,000	10,915	32,595	-	89,085	50,000
#1037-11 Various Public Improvements	06/21/11	1,450,000	-	-	37,843	32,157	1,380,000	-	167,134	719,552	-	-	563,314
			\$ 2,346	\$ 1,338,978	\$ 37,843	\$ 32,157	\$ 1,430,000	\$ 100,000	\$ 734,473	\$ 752,147	\$ (134,892)	\$ 91,431	\$ 1,498,165

TOWNSHIP OF ROCHELLE PARK
GENERAL CAPITAL FUND
STATEMENT OF SERIAL BONDS PAYABLE
Year Ended December 31, 2011

<u>Date of Issue - Purpose</u>	<u>Interest Rate</u>	<u>Total Amount of Issue</u>	<u>Balance December 31, 2010</u>	<u>Issued In 2011</u>	<u>Paid by Budget Appropriation</u>	<u>Balance December 31, 2011</u>
07/15/94 General Improvement Bonds	5.650%	\$ 3,499,000	\$ 274,000	\$ -	\$ 274,000	\$ -
07/15/01 General Improvement Bonds	Multiple Rate	5,560,000	3,155,000	-	360,000	2,795,000
			<u>\$ 3,429,000</u>	<u>\$ -</u>	<u>\$ 634,000</u>	<u>\$ 2,795,000</u>

TOWNSHIP OF ROCHELLE PARK
GENERAL CAPITAL FUND
STATEMENT OF BOND ANTICIPATION NOTES PAYABLE
Year Ended December 31, 2011

Improvement Description	Amount of Original Note	Date of Original Note	Date of Issue	Date of Maturity	Interest Rate	Balance December 31, 2010	Issued	Decreased	Paydown	Balance December 31, 2011
No. 10-1R										
#851-02 Various Public Improvements	\$ 454,843	06/30/05	06/25/10	06/24/11	2.000%	\$ 350,000	\$ -	\$ 330,000	\$ 20,000	\$ -
#885-03 Various Public Improvements	292,000	06/30/05	06/25/10	06/24/11	2.000%	249,000	-	238,500	10,500	-
#907-04 #940-06 Various Public Impts	733,157	06/30/05	06/25/10	06/24/11	2.000%	576,000	-	558,000	18,000	-
#929-05 Various Public Improvements	618,000	08/09/05	06/25/10	06/24/11	2.000%	513,000	-	498,000	15,000	-
#936-05 Barrier Free Firehouse	38,000	06/29/07	06/25/10	06/24/11	2.000%	35,000	-	33,500	1,500	-
#942-06 Resurfacing Grove Avenue	57,000	06/29/07	06/25/10	06/24/11	2.000%	21,000	-	18,000	3,000	-
#943-06 Resurfacing Oldis Street	57,000	06/29/07	06/25/10	06/24/11	2.000%	11,000	-	8,000	3,000	-
#946-06 New DPW Complex	47,600	06/29/07	06/25/10	06/24/11	2.000%	43,000	-	40,500	2,500	-
#950-06 Acquisition of New Fire Truck	633,000	06/29/07	06/25/10	06/24/11	2.000%	571,000	-	540,000	31,000	-
#957-06 Sanitary Sewer Main	333,000	12/14/06	06/25/10	06/24/11	2.000%	324,000	-	319,500	4,500	-
#966-07 Carlock Field Improvements	333,000	06/27/08	06/25/10	06/24/11	2.000%	280,000	-	132,000	148,000	-
#975-07 Various Public Improvements	366,000	06/27/08	06/25/10	06/24/11	2.000%	366,000	-	348,000	18,000	-
#991-08 Various Public Improvements	2,094,000	06/25/09	06/25/10	06/24/11	2.000%	2,094,000	-	2,094,000	-	-
#999-09 Chestnut & Lincoln Improvements	50,000	06/25/10	06/25/10	06/24/11	2.000%	50,000	-	50,000	-	-
#1006-09 Various Public Improvements	570,000	06/25/10	06/25/10	06/24/11	2.000%	570,000	-	570,000	-	-
#1014-09 Resurfacing of West Oldis Street	35,000	06/25/10	06/25/10	06/24/11	2.000%	35,000	-	35,000	-	-
						\$ 6,088,000	\$ -	\$ 5,813,000	\$ 275,000	\$ -
No. 11-1R										
#851-02 Various Public Improvements	\$ 454,843	06/30/05	06/24/11	02/15/12	1.040%	\$ -	\$ 330,000	\$ -	\$ -	\$ 330,000
#885-03 Various Public Improvements	292,000	06/30/05	06/24/11	02/15/12	1.040%	-	238,500	-	-	238,500
#907-04 #940-06 Various Public Impts	733,157	06/30/05	06/24/11	02/15/12	1.040%	-	558,000	-	-	558,000
#929-05 Various Public Improvements	618,000	08/09/05	06/24/11	02/15/12	1.040%	-	498,000	-	-	498,000
#936-05 Barrier Free Firehouse	38,000	06/29/07	06/24/11	02/15/12	1.040%	-	33,500	-	-	33,500
#942-06 Resurfacing Grove Avenue	57,000	06/29/07	06/24/11	02/15/12	1.040%	-	18,000	-	-	18,000
#943-06 Resurfacing Oldis Street	57,000	06/29/07	06/24/11	02/15/12	1.040%	-	8,000	-	-	8,000
#946-06 New DPW Complex	47,600	06/29/07	06/24/11	02/15/12	1.040%	-	40,500	-	-	40,500
#950-06 Acquisition of New Fire Truck	633,000	06/29/07	06/24/11	02/15/12	1.040%	-	540,000	-	-	540,000
#957-06 Sanitary Sewer Main	333,000	12/14/06	06/24/11	02/15/12	1.040%	-	319,500	-	-	319,500
#966-07 Carlock Field Improvements	333,000	06/27/08	06/24/11	02/15/12	1.040%	-	132,000	-	-	132,000
#975-07 Various Public Improvements	366,000	06/27/08	06/24/11	02/15/12	1.040%	-	348,000	-	-	348,000
#991-08 Various Public Improvements	2,094,000	06/25/09	06/24/11	02/15/12	1.040%	-	2,094,000	-	-	2,094,000
#999-09 Chestnut & Lincoln Improvements	50,000	06/25/10	06/24/11	02/15/12	1.040%	-	50,000	-	-	50,000
#1006-09 Various Public Improvements	570,000	06/25/10	06/24/11	02/15/12	1.040%	-	570,000	-	-	570,000
#1014-09 Resurfacing of West Oldis Street	35,000	06/25/10	06/24/11	02/15/12	1.040%	-	35,000	-	-	35,000
#1021-10 Various Public Improvements	785,000	06/24/11	06/24/11	02/15/12	1.040%	-	785,000	-	-	785,000
						\$ -	\$ 5,598,000	\$ -	\$ -	\$ 5,598,000
No. 11-1										
#1028-11 Resurface High Street	50,000	12/01/11	12/01/11	02/15/12	0.500%	-	50,000	-	-	50,000
#1037-11 Various Public Improvements	1,380,000	12/01/11	12/01/11	02/15/12	0.500%	-	1,380,000	-	-	1,380,000
						\$ -	\$ 1,430,000	\$ -	\$ -	\$ 1,430,000
						\$ 6,088,000	\$ 8,028,000	\$ 5,813,000	\$ 275,000	\$ 8,028,000

TOWNSHIP OF ROCHELLE PARK
GENERAL CAPITAL FUND
STATEMENT OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED
Year Ended December 31, 2011

Improvement Description	Balance December 31, 2010	Authorized	Issued	Other	Balance December 31, 2011
#1021-10 Various Public Improvements	785,000	-	785,000	-	-
#1028-11 Resurface High Street	-	50,000	50,000	-	-
#1037-11 Various Public Improvements	-	1,380,000	1,380,000	-	-
	<u>\$ 785,000</u>	<u>\$ 1,430,000</u>	<u>\$ 2,215,000</u>	<u>\$ -</u>	<u>\$ -</u>

Raised in Current Budget \$ -

**TOWNSHIP OF ROCHELLE PARK
GENERAL CAPITAL FUND
STATEMENT OF CAPITAL IMPROVEMENT FUND**

	<u>Increases</u>	<u>Decreases</u>	<u>Balance</u>
Balance, December 31, 2010	\$ -	\$ -	\$ 2,843
2011 Budget Appropriation	35,000	-	37,843
Appropriated to Finance Improvement Authorization #1037-11 Various Public Impts	-	(37,843)	-
Balance, December 31, 2011	-	-	-

**TOWNSHIP OF ROCHELLE PARK
GENERAL FIXED ASSET ACCOUNT GROUP
STATEMENT OF ASSETS AND FUND BALANCE - STATUTORY BASIS**

	<u>2011</u>	<u>2010</u>
<u>ASSETS</u>		
Land	\$ 1,997,800	\$ 1,997,800
Buildings and Improvements	3,952,000	3,950,200
Equipment	918,550	538,020
Vehicles	2,104,000	2,169,900
	<u>\$ 8,972,350</u>	<u>\$ 8,655,920</u>
<u>FUND BALANCE</u>		
Reserve for Investment in General Fixed Assets	<u>\$ 8,972,350</u>	<u>\$ 8,655,920</u>

TOWNSHIP OF ROCHELLE PARK
GENERAL FIXED ASSET ACCOUNT GROUP
STATEMENT OF CHANGES IN RESERVE FOR GENERAL FIXED ASSETS
Year Ended December 31, 2011

	Balance December 31, 2010	Additions	Retirements	Adjustments	Balance December 31, 2011
Land	\$ 1,997,800	\$ -	\$ -	\$ -	\$ 1,997,800
Buildings and Improvements	3,950,200	-	-	1,800	3,952,000
Equipment	538,020	-	-	380,530	918,550
Vehicles	2,169,900	-	-	(65,900)	2,104,000
	<u>\$ 8,655,920</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 316,430</u>	<u>\$ 8,972,350</u>

TOWNSHIP OF ROCHELLE PARK
NJ Comprehensive Annual Financial Report
Statistical Section

TOWNSHIP OF ROCHELLE PARK
Adopted Budgets
(Unaudited)

	2011	2010	2009	2008	2007
<u>CURRENT FUND</u>					
<u>REVENUES</u>					
Fund Balance	\$ 250,000	\$ 500,000	\$ 650,000	\$ 650,000	\$ 750,000
Miscellaneous Revenues	2,488,496	2,217,104	2,122,987	2,452,724	2,557,041
Receipts From Delinquent Taxes	275,000	275,000	350,000	350,000	200,000
Amount to be Raised by Taxation	8,386,399	8,149,504	7,466,000	7,204,070	6,794,598
Total Revenues	<u>\$ 11,399,895</u>	<u>\$ 11,141,608</u>	<u>\$ 10,588,987</u>	<u>\$ 10,656,794</u>	<u>\$ 10,301,639</u>
<u>APPROPRIATIONS</u>					
Within "CAPS":					
Operations:					
Salaries and Wages	\$ 4,436,786	\$ 4,301,836	\$ 4,249,057	\$ 4,231,400	\$ 4,153,200
Other Expenses	2,642,136	2,695,094	2,715,280	2,879,025	2,911,581
Deferred Charges and Statutory Expenditures	1,024,539	827,037	796,379	178,500	237,238
Judgments	-	-	-	-	-
Excluded From "CAPS":					
Operations:					
Salaries and Wages	-	-	-	-	-
Other Expenses	1,263,311	1,480,486	1,233,354	1,709,712	1,569,794
Capital Improvements	35,000	30,000	30,000	110,000	40,000
Municipal Debt Service	1,190,956	1,007,756	988,711	990,237	922,256
Transferred to Local Board of Ed	103,167	95,399	136,000	135,399	180,557
Deferred Charges	44,000	44,000	9,000	-	11,900
Reserve for Uncollected Taxes	660,000	660,000	431,206	422,521	275,113
Total Appropriations	<u>\$ 11,399,895</u>	<u>\$ 11,141,608</u>	<u>\$ 10,588,987</u>	<u>\$ 10,656,794</u>	<u>\$ 10,301,639</u>

Source: Municipal Records

TOWNSHIP OF ROCHELLE PARK
Fund Balance Summaries
(Unaudited)

	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
<u>CURRENT FUND</u>					
Fund Balance, Beginning	\$ 647,751	\$ 871,219	\$ 1,516,360	\$ 1,144,879	\$ 1,827,748
Generated Current Year	1,488,062	276,532	4,859	1,021,481	67,131
Utilized Current Year	(250,000)	(500,000)	(650,000)	(650,000)	(750,000)
Fund Balance, Ending	<u>\$ 1,885,813</u>	<u>\$ 647,751</u>	<u>\$ 871,219</u>	<u>\$ 1,516,360</u>	<u>\$ 1,144,879</u>

Source: Municipal Records

TOWNSHIP OF ROCHELLE PARK
Tax Levy and Collection Data
(Unaudited)

	2011	2010	2009	2008	2007
<u>CURRENT YEAR % COLLECTION RATES</u>					
Current Tax Levy	\$ 20,213,345	\$ 19,593,820	\$ 18,392,124	\$ 18,279,830	\$ 17,661,990
Current Collections	\$ 19,833,528	\$ 19,172,419	\$ 17,759,827	\$ 17,377,294	\$ 17,245,107
Percentage of Collections	98.12%	97.85%	96.56%	95.06%	97.64%

DELINQUENT TAX %

Delinquent Taxes	\$ 341,906	\$ 421,401	\$ 276,903	\$ 194,408	\$ 412,508
Tax Title Liens	-	-	-	-	-
Total Delinquent	\$ 341,906	\$ 421,401	\$ 276,903	\$ 194,408	\$ 412,508
Tax Levy	\$ 20,213,345	\$ 19,593,820	\$ 18,392,124	\$ 18,279,830	\$ 17,661,990
Percentage of Tax Levy	1.69%	2.15%	1.51%	1.06%	2.34%

PROPERTY ACQUIRED BY MUNICIPALITY FOR NON-PAYMENT OF TAXES

Recorded at - Assessed Valuation	\$ -	\$ 7,079	\$ 7,079	\$ 7,079	\$ 7,079
Number of Properties	-	1	1	1	1

TOWNSHIP OF ROCHELLE PARK
Ten Largest Taxpayers by Assessment
(Unaudited)

Taxpayer	2011 Assessed Valuation	As a Percent of
		Total Net Valuations \$ 1,004,140,811
1 Mack-Cali Realty LP	\$ 30,797,200	3.07%
2 Verizon (3 Properties)	24,940,711	2.48%
3 Rochelle Park Holding LLC	19,468,800	1.94%
4 395 W Passaic LLC	16,718,200	1.66%
5 SAC Realty LLC	15,479,700	1.54%
6 Rte 17 Invest LLC	15,466,800	1.54%
7 Coolidge Park 17 LLC	14,875,500	1.48%
8 Rochelle Park Jt Vent. c/o Mandelbaum	12,676,500	1.26%
9 Sims Associates c/o S. Goldsmith	11,370,900	1.13%
10 Sherebrooke Holding Company	10,267,700	1.02%
	<u>\$ 172,062,011</u>	17.14%

Source: Municipal Records

TOWNSHIP OF ROCHELLE PARK
Assessment and County Equalized Valuation Data
(Unaudited)

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Description	2011		2010*		2009		2008		2007	
	# of Parcels	Value	# of Parcels	Value	# of Parcels	Value	# of Parcels	Value	# of Parcels	Value
NET VALUATIONS TAXABLE										
Vacant Land	34	\$ 5,803,900	40	\$ 11,715,400	61	\$ 8,998,700	62	\$ 8,761,001	53	\$ 8,087,901
Residential	1809	604,321,800	1808	604,811,200	1804	418,915,200	1801	416,907,900	1802	415,706,800
Farm (Regular)	0	-	0	-	0	-	0	-	0	-
Farm (Qualified)	0	-	0	-	0	-	0	-	0	-
Commercial	131	315,635,400	131	315,071,900	127	192,045,320	127	211,950,500	127	216,896,300
Industrial	22	32,392,800	22	32,392,800	22	22,993,300	23	23,848,800	23	24,498,800
Apartments	4	20,821,200	4	20,821,200	5	23,899,100	5	23,899,100	5	23,899,100
Sub-Total	2000	978,975,100	2005	984,812,500	2019	666,851,620	2018	665,367,301	2010	689,088,901
Personal Property		24,940,711		27,395,337		14,984,048		17,560,579		17,789,752
Railroad		225,000		225,000		225,000		225,000		225,000
Net Valuations Taxable		1,004,140,811		1,012,432,837		682,060,668		703,152,880		707,103,653
Bergen County Equalization Adjustment		66,481,509		76,806,752		451,813,228		437,007,805		330,569,476
Bergen County Equalized Valuations		\$ 1,070,622,320		\$ 1,089,239,589		\$ 1,133,873,896		\$ 1,140,160,685		\$ 1,037,673,129
County Equalization Ratio		94.11%		93.28%		59.93%		61.37%		67.92%
Average Improved Residential Assessment		\$ 334,064		\$ 334,519		\$ 232,215		\$ 231,487		\$ 230,692

*Revaluation Year

Source: Municipal Records; Abstract of Ratables, County of Bergen District Summaries

TOWNSHIP OF ROCHELLE PARK
Tax Requirement and Rate Data
(Unaudited)

	2011	2010*	2009	2008	2007
<u>TAX REQUIREMENTS</u>					
County	\$ 2,161,545	\$ 2,093,795	\$ 1,939,591	\$ 1,985,736	\$ 1,744,716
County Open Space	26,760	27,225	113,365	113,994	103,745
Local School	9,624,444	9,436,248	8,867,595	8,914,313	8,889,109
Municipal	8,386,399	8,149,504	7,466,000	7,204,070	6,794,598
Total Tax Requirements	<u>\$ 20,199,148</u>	<u>\$ 19,706,772</u>	<u>\$ 18,386,551</u>	<u>\$ 18,218,113</u>	<u>\$ 17,532,168</u>
<u>TAX RATES</u>					
County	0.216	0.207	0.285	0.283	0.247
County Open Space	0.003	0.003	0.017	0.017	0.010
Local School	0.959	0.932	1.299	1.268	1.258
Municipal	0.835	0.805	1.094	1.025	0.975
Total Tax Rates	<u>2.01</u>	<u>1.95</u>	<u>2.70</u>	<u>2.59</u>	<u>2.49</u>

TOWNSHIP OF ROCHELLE PARK
Statement of Indebtedness
(Unaudited)

	2011	2010	2009	2008	2007
Issued:					
General Bonds and Notes	\$ 12,168,000	\$ 11,072,000	\$ 11,336,000	\$ 10,348,600	\$ 10,517,600
Authorized but not issued:					
General Bonds and Notes	\$ -	\$ 785,000	\$ 620,000	\$ 2,094,000	\$ 699,000
Gross Debt	\$ 12,168,000	\$ 11,857,000	\$ 11,956,000	\$ 12,442,600	\$ 11,216,600
Deductions	\$ 1,345,000	\$ 1,555,000	\$ 1,760,000	\$ 1,955,000	\$ 2,145,000
Net Debt	\$ 10,823,000	\$ 10,302,000	\$ 10,196,000	\$ 10,487,600	\$ 9,071,600
Equalized Valuation Basis	\$ 1,016,783,853	\$ 1,137,186,942	\$ 1,162,651,923	\$ 1,142,100,365	\$ 990,224,029
Statutory Net Debt Percentage	1.06%	0.91%	0.88%	0.92%	0.92%
3-1/2% of Equalized Valuation Basis	\$ 35,587,435	\$ 39,801,543	\$ 40,692,817	\$ 39,973,513	\$ 34,657,841
Remaining Borrowing Power	\$ 24,764,435	\$ 29,499,543	\$ 30,496,817	\$ 29,485,913	\$ 25,586,241

Source: Annual Debt Statement, Township of Rochelle Park; District Records

TOWNSHIP OF ROCHELLE PARK
Direct and Overlapping Debt
(Unaudited)

	2011	2010	2009	2008	2007
NET DIRECT DEBT					
Municipal Debt	\$ 10,823,000	\$ 10,302,000	\$ 10,196,000	\$ 10,487,600	\$ 9,071,600
Local School Debt	1,345,000	1,555,000	1,760,000	1,955,000	2,145,000
	<u>\$ 12,168,000</u>	<u>\$ 11,857,000</u>	<u>\$ 11,956,000</u>	<u>\$ 12,442,600</u>	<u>\$ 11,216,600</u>
OVERLAPPING DEBT					
County of Bergen (1)	\$ 7,500,331	\$ 7,364,814	\$ 6,831,033	\$ 6,835,956	\$ 6,526,544
Bergen County Utilities Authority (2)	2,881,707	3,009,492	3,056,469	3,288,439	3,683,801
	<u>\$ 10,382,038</u>	<u>\$ 10,374,306</u>	<u>\$ 9,887,502</u>	<u>\$ 10,124,395</u>	<u>\$ 10,210,345</u>
(1) County Debt:					
Municipal Equalized Valuations	\$ 1,070,622,320	\$ 1,089,239,689	\$ 1,133,873,896	\$ 1,140,160,685	\$ 1,037,673,129
Total County Equalized Valuations	\$ 173,258,537,441	\$ 183,412,099,706	\$ 187,580,071,463	\$ 182,767,512,263	\$ 172,863,500,734
	0.62%	0.59%	0.60%	0.62%	0.60%
County's Outstanding Debt	1,209,730,830	1,248,273,490	1,138,505,430	1,102,573,565	1,087,757,268
	<u>\$ 7,500,331</u>	<u>\$ 7,364,814</u>	<u>\$ 6,831,033</u>	<u>\$ 6,835,956</u>	<u>\$ 6,526,544</u>
(2) Bergen County Utilities Authority Debt:					
Rochelle Park TWP User Fees	\$ 702,109	\$ 656,071	\$ 612,979	\$ 603,765	\$ 548,410
Total User Fees	\$ 61,684,818	\$ 58,635,759	\$ 55,599,600	\$ 52,885,837	\$ 48,210,978
	1.14%	1.12%	1.10%	1.14%	1.14%
BCUA's Outstanding Debt	252,781,291	268,704,631	277,860,831	288,459,524	323,140,462
	<u>\$ 2,881,707</u>	<u>\$ 3,009,492</u>	<u>\$ 3,056,469</u>	<u>\$ 3,288,439</u>	<u>\$ 3,683,801</u>

Source: County of Bergen; Bergen County Utilities Authority

TOWNSHIP OF ROCHELLE PARK**Ratio of Gross and Net Debt to County Equalized Value and Debt Per Capita
(Unaudited)**

	2011	2010	2009	2008	2007
Population (as of July 1)	5,566	5,536	6,063	6,046	6,045
County Equalized Valuation	\$ 1,070,622,320	\$ 1,089,239,589	\$ 1,133,873,896	\$ 1,140,160,685	\$ 1,037,673,129
Gross Debt	\$ 12,168,000	\$ 11,857,000	\$ 11,956,000	\$ 12,442,600	\$ 11,216,600
Gross Debt Per Capita	\$ 2,186	\$ 2,142	\$ 1,972	\$ 2,058	\$ 1,856
Ratio of Gross Debt to County Equalized Valuations	1.14%	1.09%	1.05%	1.09%	1.08%
Net Debt	\$ 10,823,000	\$ 10,302,000	\$ 10,196,000	\$ 10,487,600	\$ 9,071,600
Ratio of Net Debt to County Equalized Valuations	1.01%	0.95%	0.90%	0.92%	0.87%
Net Debt per Capita	\$ 1,944	\$ 1,861	\$ 1,682	\$ 1,735	\$ 1,501

Sources: U.S. Bureau of the Census, Municipal Records

TOWNSHIP OF ROCHELLE PARK

Ratio of Annual Debt Service Appropriations to Total Current Fund Appropriations
(Unaudited)

	2011	2010	2009	2008	2007
Debt Service Appropriations:					
Serial Bonds:					
Principal	\$ 634,000	\$ 605,000	\$ 575,000	\$ 545,000	\$ 515,000
Interest	159,956	190,056	218,806	246,206	272,256
Notes:					
Principal	275,000	109,000	109,987	63,000	45,000
Interest	122,000	103,700	84,918	136,031	90,000
Loans:					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
	<u>\$ 1,190,956</u>	<u>\$ 1,007,756</u>	<u>\$ 988,711</u>	<u>\$ 990,237</u>	<u>\$ 922,256</u>
Total Current Fund Budget Appropriations	<u>\$ 11,399,895</u>	<u>\$ 11,141,608</u>	<u>\$ 10,588,987</u>	<u>\$ 10,656,794</u>	<u>\$ 10,301,639</u>
Ratio of Debt Service to Current Fund Budget Appropriations	<u>10.45%</u>	<u>9.04%</u>	<u>9.34%</u>	<u>9.29%</u>	<u>8.95%</u>

Source: Municipal Records

TOWNSHIP OF ROCHELLE PARK
Demographic Statistics
(Unaudited)

	2011	2010	2009	2008	2007	2006	2005
Average Labor Force Estimates by Municipality:							
Labor Force	2,990	2,993	3,013	2,979	2,942	2,942	2,904
Employment	2,717	2,716	2,740	2,827	2,827	2,814	2,782
Unemployment	273	278	273	152	116	128	122
Unemployment Rate	9.1%	9.3%	9.1%	5.1%	3.9%	4.4%	4.2%
Per Capital Personal Income - Bergen County	65,486	65,486	63,198	68,227	67,394	\$ 62,714	\$ 59,706

	Estimates as of July 1,						Corrected Census 2010 Count
Subcounty Population Estimates:							
Rochelle Park TWP	5,566	5,536	6,063	6,046	6,045	5,904	5,530
County of Bergen	911,004	906,184	895,250	889,915	885,664	884,581	905,116

Sources:

New Jersey Department of Labor and Workforce Development, Labor Planning and Analysis
New Jersey Department of Labor and Workforce Development
U.S. Bureau of the Census, Population Division

TOWNSHIP OF ROCHELLE PARK
Value of New Construction, Improvements, Alterations and Demolitions
(Unaudited)

	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
# of Permits Issued	673	460	431	508	603
Value of Construction	\$ 5,277,704	\$ 3,517,195	\$ 7,383,632	\$ 9,118,034	\$ 5,020,317

Source: Municipal Records

TOWNSHIP OF ROCHELLE PARK

NJ Comprehensive Annual Financial Report
Year Ended December 31, 2011

Single Audit Section

Di Maria & Di Maria LLP
Accountants & Consultants

245 Union Street
Lodi, New Jersey 07644
Voice 973.779.6890
Facsimile 973.779.6891

**Report on Internal Control Over Financial Reporting and on Compliance and Other Matters
Based on an Audit of Financial Statements Performed in Accordance With
Government Auditing Standards**

Honorable Mayor and Members of the Township Committee
Township of Rochelle Park, County of Bergen, New Jersey

We have audited the financial statements of the Township of Rochelle Park in the County of Bergen, State of New Jersey, as of and for the year ended December 31, 2011 and 2010, and have issued our report thereon dated June 30, 2012. Our report disclosed that, as described in Note 1 to the financial statements, the Township prepares its financial statements on a basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, that demonstrates compliance with a modified accrual basis and the budget laws of the State of New Jersey, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States and audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Township's internal control over financial reporting as a basis to determine our auditing procedures for the purpose of expressing our opinion on the financial statements, and not to provide an opinion on the effectiveness of the entity's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Township's internal control over financial reporting.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Di Maria & Di Maria LLP

**Report on Internal Control Over Financial Reporting and on Compliance and Other Matters
Based on an Audit of Financial Statements Performed in Accordance With
Government Auditing Standards (Continued)****Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the Township's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

We noted certain other matters that we reported to management of the Township of Rochelle Park, New Jersey in a separate letter dated June 30, 2012.

This report is intended solely for the information and use of the Township's management, and council members, others within the organization, the Division of Local Government Services, and federal and state awarding agencies and pass-through entities, and is not intended to be and should not be used by anyone other than these specific parties.

DI MARIA & DI MARIA LLF
Accountants and Consultants

Frank Di Maria

Frank Di Maria
Registered Municipal Accountant
RMA No. CR00463

June 30, 2012

TOWNSHIP OF ROCHELLE PARK
SCHEDULE OF EXPENDITURES OF FEDERAL FINANCIAL ASSISTANCE
Year Ended December 31, 2011

Catalog of Federal Domestic Assistance Program Title	Federal C.F.D.A. Number	State Project Number	Award Amount	Grant Period From To	Balance December 31, 2010	Carryover Amount	Cash Received	Budgetary Expenditures	Adjustments	Repayment of Prior Years Balances	(Accounts Receivable) December 31, 2011	Deferred Revenue December 31, 2011	Due to Grantor at December 31, 2011
Federal and State Grant Fund													
US Office of Homeland Security Passed Through													
The State of New Jersey Department of Homeland Security -													
Buffer Zone Protection Program	97.078	2009-BF-T9-0041	\$ 200,000	1/1/2010	12/31/10	\$ (200,000)	\$ -	\$ 37,900	\$ -	\$ -	\$ (162,100)	\$ -	\$ -
Buffer Zone Protection Program	97.078	2009-BF-T9-0041	\$ 200,000	1/1/2010	12/31/10	\$ 200,000	-	-	(98,604) *	-	-	101,396	-
DEA Funds			1,937	1/1/2010	12/31/10	1,937	-	-	-	-	-	1,937	-
Total Federal Financial Assistance					\$ 1,937	\$ -	\$ 37,900	\$ (98,604)	\$ -	\$ -	\$ (162,100)	\$ 103,333	\$ -

*Expenditures less than \$500,000; U.S. Office of Management and Budget (OMB) Circular A-133 Audit not applicable.

TOWNSHIP OF ROCHELLE PARK
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
 Year Ended December 31, 2011

State Grantor / Program Title	Grant or State Project Number	Award Amount	Grant Period From To	Balance December 31, 2010	Carryover Amount	Cash Received	Budgetary Expenditures	Adjustments	Repayment of Prior Years Balances	(Accounts Receivable) December 31, 2011	Deferred Revenue December 31, 2011	Due to Grantor at December 31, 2011
State of N.J., Department of Community Affairs -- Consolidated Municipal Property Tax Relief Aid Local Enforcement Agency Rebates	082-495-6020 022-8017-100-040	134,165 14,340	01/01/11 12/31/11 01/01/11 12/31/11	- -	- -	134,165 14,340	(134,165) (14,340)	- -	- -	- -	- -	- -
State of N.J., Department of Environmental Protection -- Recycling Tonnage Grant Recycling Tonnage Grant Recycling Tonnage Grant Recycling Tonnage Grant Recycling Tonnage Grant Clean Communities Program Clean Communities Program Clean Communities Program Clean Communities Program	4900-752-042-4900 4900-752-042-4900 4900-752-042-4900 4900-752-042-4900 4900-752-042-4900 4900-765-042-4900 4900-765-042-4900 4900-765-042-4900 4900-765-042-4900	3,211 3,744 3,262 5,849 9,011 5,543 534 5,101 7,823 8,146	01/01/08 12/31/08 01/01/07 12/31/07 01/01/08 12/31/08 01/01/09 12/31/09 01/01/10 12/31/10 01/01/07 12/31/07 01/01/08 12/31/08 01/01/08 12/31/08 01/01/10 12/31/10 01/01/11 12/31/11	2,523 3,745 3,261 5,848 9,011 2,030 535 6,101 7,823 -	- - - - - - - - - -	- - - - - - - - - 8,146	- - - - - - - - - -	- - - - - - - - - -	- - - - - - - - - -	- - - - - - - - - -	989 3,745 3,261 5,848 9,011 1,930 535 6,101 7,823 8,146	- - - - - - - - - -
State of N.J., Department of Law and Public Safety -- Body Armor Replacement Program Body Armor Replacement Program Body Armor Replacement Program Drunk Driving Enforcement Fund	1020-718-066-1020 1020-718-066-1020 1020-718-066-1020 1020-718-066-1020	2,241 4,285 3,065 19,236	01/01/08 12/31/08 01/01/09 12/31/09 01/01/11 12/31/11 01/01/08 12/31/08	731 1,410 - 17,721	- - - -	- - 3,065 -	(731) (1,410) (3,426) -	- - 363 -	- - - -	- - - -	- - - 17,721	- - - -
State of N.J., Department of Treasury - Passed thru County of Bergen -- Municipal Alliance on Alcoholism & Drug Abuse - State Municipal Alliance on Alcoholism & Drug Abuse - State Municipal Alliance on Alcoholism & Drug Abuse - Local	- - - -	11,500 10,356 2,589 -	01/01/10 12/31/10 01/01/10 12/31/10 01/01/10 12/31/10 -	(10,356) 6,114 2,369 -	- - - -	9,032 - - -	- (8,988) (2,123) -	1,324 2,875 (245) -	- - - -	- - - -	- - - -	- - - -
State of New Jersey, Department of Transportation -- State Aid - Roadway Projects	6320-480-078-6320	9,576	01/01/11 12/31/11	-	-	9,576	(9,576)	-	-	-	-	-
State of New Jersey, Department of Treasury -- Energy Receipts Tax Supplemental Energy Receipts Tax Hotel Fees Senior and Disabled Citizens' Tax Exemptions	- 082-100-6020 082-100-6020 - 082-495-6020	542,466 21,886 76,825 81,090 -	01/01/11 12/31/11 01/01/11 12/31/11 01/01/11 12/31/11 01/01/11 12/31/11 -	- - - - -	- - - -	542,466 21,886 76,825 81,090 -	(542,466) (21,886) (76,825) (81,090) -	- - - - -	- - - - -	- - - - -	- - - - -	- - - - -
Total State Financial Assistance												-
\$ 59,866												\$
\$ 900,591												\$
\$ 4,316												\$
\$ 65,110												\$

*Applicable expenditures less than \$500,000; N.J. Office of Management and Budget (OMB) Circular 04-04 Audit not applicable.

TOWNSHIP OF ROCHELLE PARK
NOTES TO THE SCHEDULES OF AWARDS AND FINANCIAL ASSISTANCE
Year Ended December 31, 2011

Note 1 - General

The accompanying schedules of expenditures of federal awards and state financial assistance include federal and state award activity of the Township of Rochelle Park, County of Bergen, State of New Jersey. The Township of Rochelle Park is defined in Note 1 to the basic financial statements. All federal and state awards received directly from federal and state agencies, as well as federal awards and state financial assistance passed through other government agencies is included on the schedule of expenditures of federal awards and state financial assistance.

Note 2 - Basis of Accounting

The accompanying schedules of expenditures of awards and financial assistance are presented on the budgetary basis of accounting. These bases of accounting are described in Note 1 to the municipality's basic financial statements. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

Note 3 - Relationship to General-Purpose Financial Statements

Organization

The Township of Rochelle Park, New Jersey is the prime sponsor and recipient of various federal and state grant funds. The Township has delegated the general administration of grant programs and the reporting function to the Township Treasurer. Substantially all grant and program cash funds are commingled with the Township's other funds, although each grant is accounted for separately within the Township's financial records. The Township Treasurer's office performs accounting functions for all grants.

Basis of Accounting

The Township's grants are presented on the modified accrual basis of accounting utilizing the following methods:

Current Fund Grants -

In accordance with a directive from the State Department of Community Affairs, Division of Local Government Services, all grant revenues and expenditures are fully realized within the current fund budget and corresponding receivables and spending reserves are recorded to account for grant activity.

Trust Fund and Capital Fund Grants -

In accordance with accounting principles prescribed by the State of New Jersey, grant receivables are offset with grant spending reserves.

Local Contributions

Local matching contributions are raised in the current fund budget. The percentage of matching contributions varies with each program. Local and state shares of grants are reflected in total on the Schedule of State Financial Assistance.

TOWNSHIP OF ROCHELLE PARK
NOTES TO THE SCHEDULES OF AWARDS AND FINANCIAL ASSISTANCE
Year Ended December 31, 2011

Note 3 - Relationship to General-Purpose Financial Statements (Continued)

Expenditures

Expenditures, as reported on the accompanying schedules of federal and state grants, reflect actual cash disbursements charged directly to a grant program and, in certain instances, do not include allocated expenses or accrued expenses. Differences between budget and actual cash disbursements, as well as differences between budget revenues and actual cash receipts, are transferred to current fund balance when the grant is closed out.

Expenditures per Financial Reports

Expenditures, as reported on the accompanying schedules of federal and state grants, reflect the sum of all expenditures including allocated expenses and accrued expenses reported to the grant funding agency from January 1, 2011 to December 31, 2011. Breakdown by fund is as follows:

	Federal	State	Total
Current Fund	\$ -	\$ 870,772	\$ 870,772
Federal and State Grant Fund	98,604	\$ 18,315	116,919
General Capital Fund	-	9,576	9,576
Total Awards and Financial Assistance	<u>\$ 98,604</u>	<u>\$ 898,663</u>	<u>\$ 997,267</u>

Note 4 - Relationship to Federal and State Financial Reports

Amounts reported in the accompanying schedules agree with the amounts reported in the related federal and state financial reports.

Note 5 - Federal and State Loans Outstanding

The District did not have any federal and state loans outstanding at of December 31, 2011.

Note 6 - Contingencies

Each of the grantor agencies reserve the right to conduct additional audits of the Township's grant programs for economy, efficiency and program results.

TOWNSHIP OF ROCHELLE PARK
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 Year Ended December 31, 2011

Section I -- Summary of Auditors' Results

Financial Statements

A) Type of auditors' report issued: Unqualified

B) Internal control over financial reporting:

- | | | |
|---|-----------------------|------------------------------------|
| 1. Material weakness(es) identified? | <u> </u> yes | <u> X </u> no |
| 2. Reportable condition(s) identified that are
not considered to be material weakness(es)? | <u> </u> yes | <u> X </u> none reported |

C) Noncompliance material to financial statements noted? yes X no

TOWNSHIP OF ROCHELLE PARK
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 Year Ended December 31, 2011

Section I -- Summary of Auditors' Results (Continued)

Federal Awards

****NOT APPLICABLE - EXPENDITURES UNDER \$500,000****

A) Internal control over major programs:

1. Material weakness(es) identified? _____ yes _____ no
2. Reportable condition(s) identified that are not considered to be material weakness(es)? _____ yes _____ none reported

B) Type of auditors' report issued on compliance for major programs:

- C) Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133? _____ yes _____ no

D) Identification of major programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>

E) Dollar threshold used to distinguish between type A and type B programs:

- F) Auditee qualified as low-risk auditee? _____ yes _____ no

TOWNSHIP OF ROCHELLE PARK
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 Year Ended December 31, 2011

Section I -- Summary of Auditors' Results (Continued)

State Awards

****NOT APPLICABLE - EXPENDITURES UNDER \$500,000****

A) Internal control over major programs:

1. Material weakness(es) identified? _____ yes _____ no
2. Reportable condition(s) identified that are
 not considered to be material weakness(es)? _____ yes _____ none reported

B) Type of auditors' report issued on compliance
 for major programs:

- C) Any audit findings disclosed that are required to be reported
 in accordance with NJ OMB Circular Letter 04-04? _____ yes _____ no

D) Identification of major programs:

GMIS Number(s)

Name of State Program

E) Dollar threshold used to distinguish between
 type A and type B programs:

- F) Auditee qualified as low-risk auditee? _____ yes _____ no

**TOWNSHIP OF ROCHELLE PARK
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended December 31, 2011**

Section II -- Financial Statement Findings

None

TOWNSHIP OF ROCHELLE PARK
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended December 31, 2011

Section III -- Federal and State Award Findings and Questioned Costs

Current Year

Federal Awards:

There were no findings or questioned costs identified.

State Awards:

There were no findings or questioned costs identified.

Prior Year

Federal Awards:

There were no prior year findings or questioned costs.

State Awards:

There were no prior year findings or questioned costs.

**TOWNSHIP OF ROCHELLE PARK
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
Year Ended December 31, 2011**

None

TOWNSHIP OF ROCHELLE PARK
NJ Comprehensive Annual Financial Report
General Comments and Recommendations Section

TOWNSHIP OF ROCHELLE PARK
GENERAL COMMENTS AND RECOMMENDATIONS
Year Ended December 31, 2011

General

1. There were interfund balances within various funds as of year end.
2. Subsidiary records for Trust accounts were not adequately maintained.

TOWNSHIP OF ROCHELLE PARK
GENERAL COMMENTS AND RECOMMENDATIONS
Year Ended December 31, 2011

Cash Cycle

Treasurer

None

**TOWNSHIP OF ROCHELLE PARK
GENERAL COMMENTS AND RECOMMENDATIONS
Year Ended December 31, 2011**

Revenues/Cash Receipts Cycle

Treasurer

None

Tax Collector

None

Township Clerk

None

Municipal Court

None

Building Department

None

Police Department

None

TOWNSHIP OF ROCHELLE PARK
GENERAL COMMENTS AND RECOMMENDATIONS
Year Ended December 31, 2011

Expenditures/Cash Disbursements Cycle

None

TOWNSHIP OF ROCHELLE PARK
GENERAL COMMENTS AND RECOMMENDATIONS
Year Ended December 31, 2011

Payroll Cycle

None

TOWNSHIP OF ROCHELLE PARK
GENERAL COMMENTS AND RECOMMENDATIONS
Year Ended December 31, 2011

Capital Assets

None

TOWNSHIP OF ROCHELLE PARK
GENERAL COMMENTS AND RECOMMENDATIONS
Year Ended December 31, 2011

Recommendations

1. That the Chief Financial Officer ensure interfund balances be cleared prior to year-end.*
2. That adequate subsidiary records for Trust accounts be maintained.*

**TOWNSHIP OF ROCHELLE PARK
GENERAL COMMENTS AND RECOMMENDATIONS
Year Ended December 31, 2011**

Status of Prior Years' Recommendations

A review was made of all prior year's recommendations, and corrective action was taken on all with the exception of those denoted with an asterisk.

The synopsis of this report, together with the recommendations must be published as required by statute. We wish to express our appreciation of the assistance and courtesies extended by the Township Officials during the course of the audit.

**DI MARIA & DI MARIA LLP
Accountants and Consultants**

Frank Di Maria

**Frank Di Maria
Registered Municipal Accountant
RMA No. CR00463**

June 30, 2012